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SB. No. 805

#### A BILL TO BE ENTITLED

AN ACT

relating to the regulation of the practice of plumbing.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 2, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by amending Subdivisions (1), (2), (4), and (5) to read as follows:

### (1) "Plumbing" means:

(A) All piping, fixtures, appurtenances appliances for supply or recirculation of water, gas, medical gases and vacuum, liquids, and drainage or elimination of sewage, including disposal systems or any combination thereof, for all personal or domestic purposes in and about buildings where a person all persons live, work or assemble; piping, fixtures, appurtenances and appliances outside a building connecting the building with the source of water, gas, medical gases and vacuum, or other liquid supply, or combinations thereof, on the premises, or the main in the street, alley or at the curb; all piping, fixtures, appurtenances, appliances, drain or waste pipes carrying waste water or sewage from or within a building to the sewer service lateral at the curb or in the street or alley or other disposal or septic terminal holding private or domestic sewage; or

(B) the installation, repair, service, and maintenance of all piping, fixtures, appurtenances and appliances in and about buildings where a person or persons live, work or

- assemble, for a supply of gas, <u>medical gases and vacuum</u>, water, liquids, or any combination thereof, or disposal of waste water or sewage.
- (2) "Master Plumber" means a person who is skilled in the planning, superintending, and the practical installation, repair, and service of plumbing, who secures permits for plumbing work, who [and] is knowledgeable of [familiar-with] the codes, ordinances, or rules and regulations governing those matters, who alone, or through a person or persons under his supervision, performs plumbing work, and who has successfully fulfilled the examinations and requirements of the Board.
- (4) "Plumber's Apprentice" means any person other than a master plumber or journeyman plumber who, as his principal occupation, is engaged in learning and assisting in the installation of plumbing, is registered by the Board, and works under the direct supervision of a licensed plumber.
- employed by a political subdivision for the purpose of inspecting plumbing work and installations in connection with health and safety laws, [and] ordinances, and plumbing and gas codes, who has no financial or advisory interests in any plumbing company, and who has successfully fulfilled the examinations and requirements of the Board.
- SECTION 2. Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- 27 Sec. 3. ACTS PERMITTED WITHOUT A LICENSE. The following

acts, work and conduct shall be expressly permitted without license:

- (a) Plumbing work done by a property owner in a building owned and [or] occupied by him as his homestead;
- (b) [Plumbing-work-done-outside-the--municipal--limits of-any-organized-city7-town-or-village-in-this-state7-or-within-any such--city7--town--or--village--of--less-than-five-thousand-(57000) inhabitants7-unless-required-by-ordinance-in--such--city7--town--or village-of-less-than-five-thousand-(57000)-inhabitants7

[tet] Plumbing work done by anyone who is regularly employed as or acting as a maintenance man or maintenance engineer, incidental to and in connection with the business in which he is employed or engaged, and who does not engage in the occupation of a plumber for the general public; [construction,-installation-and] maintenance work done upon the premises or equipment of a railroad by an employee thereof who does not engage in the occupation of a plumber for the general public; [and] plumbing work done by persons engaged by any public service company in the laying, maintenance and operation of its service mains or lines to the point of measurement; appliance [and---the---installation; ---alteration; adjustment, -- repair, -- removal -- and -- renovation -- of -- all -- types --- of appurtenances, -- equipment -- and -appliances, -including -doing -all-that is-necessary-to--render--the--appliances--useable--or--serviceable; appliance] installation and service work done by anyone who is an appliance dealer or who is employed by an appliance dealer, and acting as an appliance installation man or appliance service man in connecting appliances to existing openings with a code-approved

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appliance connector [piping--installations]; and water treatment installations, exchanges, services, or repairs. Provided, however, that all work and service herein named or referred to shall be subject to inspection and approval in accordance with the terms of all state laws and local valid city or municipal ordinances;

(c) [(d)] Plumbing work done by a licensed irrigator or licensed installer when working and licensed under Chapter 197, Acts of the 66th Legislature, Regular Session, 1979 (Article 8751, Vernon's Texas Civil Statutes). A person holding a valid license from the Texas State Board of Plumbing Examiners shall not be required to be licensed by any other board or agency when installing or working on a lawn irrigation system;

(d) LP Gas piping [(e)--Plumbing] work done by an LP Gas installer when working and licensed under Chapter 113, Natural Resources Code, as amended.

SECTION 3. Section 3A(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) The Commissioner of Health or his designee shall certify persons as being qualified for the installation, exchange, servicing, and repair of residential water treatment facilities [as defined-by-Subsection-(g)-of-Section-2-of-this--Act]. The Texas Board of Health shall set standards for certification to ensure the public health and to protect the public from unqualified persons engaging in activities relating to water treatment. Nothing in this section shall be construed to require that persons licensed pursuant to this Act are subject to certification under this

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SECTION 4. Section 4(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

- The Texas State Board of Plumbing Examiners shall (a) consist of nine members, each of whom shall be a citizen of the United States and a resident of this state. Members of the Board and their successors shall be appointed by the Governor and confirmed by the Senate, and shall hold office for terms of years, or until their successors are appointed and have qualified. Appointments to the Board shall be made without regard to the race, creed, sex, religion, or national origin of the appointees. member of the Board shall have had at least ten years practical experience as a master plumber, one member shall have had at least five years practical experience as a journeyman plumber, one member shall be a plumbing contractor with five years experience, one member shall be a licensed professional [sanitary] engineer engaged in the practice of plumbing engineering and design, two members shall building contractors with five years contracting be experience (one of whom shall be principally engaged in home building and one of whom shall be principally engaged in commercial building), and one member shall have had at least five years practical experience as a plumbing inspector. Two members must be representatives of the general public. A person is not eligible for appointment as a public member if the person or the person's spouse:
  - (1) is licensed by an occupational regulatory agency

in the building construction industry;

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- (2) is employed by or participates in the management of an agency or business entity related to the building construction industry; or
- (3) has, other than as a consumer, a financial interest in a business entity related to the building construction industry.
- SECTION 5. Sections 5(a) and (d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:
- (a) The Board shall administer the provisions of this Act. The Board shall formally elect a chairman and a secretary from its members and may adopt such rules as it deems necessary for the orderly conduct and enforcement of its affairs. The Board is hereby authorized and empowered to employ, promote and discharge such assistants and employees as it may deem necessary to properly carry out the intent and purpose of this Act, and to fix and pay their compensation and salaries and to provide for their duties and A majority of the Board shall the terms of their employment. constitute a quorum for the transaction of business. The Board shall have a seal which shall be judicially noticed. shall keep records of all proceedings and actions by and before the The Board is hereby authorized, empowered and directed to prescribe, amend and enforce all rules and regulations necessary to The Board shall appoint an employee or carry out this Act. employees thereof, with the power of removal, as a plumbing examiner or examiners, whose duties shall be to examine, as to

their fitness and qualifications, all persons applying to the Board for licenses to engage in the business, trade or calling of a master plumber or a journeyman plumber or to serve as a plumbing inspector, and to promptly certify the result thereof to said State Board of Plumbing Examiners. The Board's examiners shall register persons as plumber's apprentices in a manner prescribed by Board rules.

(d) The Board <u>shall</u> [may] recognize, prepare, or implement continuing education programs for licensees, <u>endorsees</u>, and <u>plumber's apprentices</u>. [Participation-in--the--programs---is voluntary.]

SECTION 6. Section 8, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

- Sec. 8. ISSUANCE OF LICENSES <u>AND CERTIFICATES OF REGISTRATION</u>. (a) The Board shall issue licenses to such persons as have by a uniform, reasonable examination shown themselves fit, competent and qualified to engage in the business, trade or calling of a master plumber or journeyman plumber, or plumbing inspector, as the case may be.
- (b) Within 30 days after the date a licensing examination is administered under this Act, the Board shall notify each examinee of the results of the examination.
- (c) If requested in writing by a person who fails the licensing examination administered under this Act, the Board shall furnish the person with an analysis of the person's performance on the examination.

- (d) The Board may waive any license requirement for an applicant with a valid license from another state having license requirements substantially equivalent to those of this state.
- (e) A plumber's apprentice is required to be registered with the Board by the master plumber who employs the apprentice or by the training director of a United States Department of Labor Bureau of Apprenticeship Training program in which the apprentice is enrolled before the plumber's apprentice may provide any regulated plumbing services. The Board shall issue a certificate of registration to a plumber's apprentice.
- when the license holder retired and who is not actively engaged in the business of plumbing may apply for retired status. The Board by rule shall adopt procedures and requirements for placing a license on retired status. A license holder on retired status is not required to complete continuing education while the person is on retired status.
- SECTION 7. Section 8A(e), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- (e) Each written contract for <u>plumbing</u> services in this state [of-a-licensed--plumber] shall contain the name, mailing address, and telephone number of the Board.
- SECTION 8. Section 8B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by Chapter 857, Acts of the 70th Legislature, Regular Session, 1987, is redesignated as Section 8D and amended to read as follows:

Sec. <u>8D</u> [8B]. ENFORCEMENT BY INSPECTOR. In addition to enforcement by the Board, each plumbing inspector <u>shall</u> [may] enforce this Act.

SECTION 9. Sections 8C(a) and (c), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- (a) A medical gas piping installation endorsement entitles a holder of a master plumber license or journeyman plumber license to install pipe used solely to transport gases used for medical purposes. The Board shall issue a medical gas piping endorsement to a plumbing inspector who meets the requirements for an endorsement under this section. A plumbing inspector who has an endorsement under this section may inspect medical gas piping installations.
- (c) An endorsement under this section is valid for three years and may be renewed as provided by Board rule [on--or--before February--17-or-as-provided-by-Section-12A-of-this-Act7-in-the-same manner-as-a-license-renewal-under-Section-12-of-this-Act].

SECTION 10. Sections 9(a), (c), (d), and (e), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

endorsement, or certificate of registration, probate a license, endorsement, or certificate of registration suspension, or reprimand a licensee or registrant for any violations of this Act or rules of the Board. A violation of this Act shall include but not be limited to: obtaining a license, endorsement, or

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certificate of registration through error or fraud; having wilfully, negligently or arbitrarily violated municipal rules or ordinances regulating sanitation, drainage and plumbing; knowingly making a substantial misrepresentation of services to be provided or which have been provided; or making any false promise with intent to influence, persuade, or induce an individual to contract for services. Any person whose license, endorsement, or certificate of registration has been revoked may, after the expiration of one year from the date of such revocation, but not before, apply to the Board for a new license, endorsement, or certificate of registration.

- (c) If the Board proposes to refuse a person's application for a license, endorsement, or certificate of registration [licensure] or to suspend or revoke a person's license, endorsement, or certificate of registration, the person is entitled to a hearing before the Board. Grounds for suspension revocation or endorsement due to suspected of a license incompetence or wilful violation by a licensee may be determined through retesting procedures.
- (d) Proceedings for the refusal, suspension, or revocation of a license, endorsement, or certificate of registration are governed by the Administrative Procedure and Texas Register Act, as amended (Article 6252-13a, Vernon's Texas Civil Statutes).
- (e) A person commits an offense if the person [knowingly] violates this Act or a rule adopted under this Act, engages in activities for which a license, endorsement, or certificate of registration is required without a license, endorsement, or

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certificate of registration issued under this Act, or employs an unlicensed, unendorsed, or unregistered person to engage in activities for which a license, endorsement, or certificate of registration is required by this Act. An offense under this subsection is a Class C misdemeanor.

SECTION 11. Section 12, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

Sec. 12. LICENSES; RENEWALS. (a) A license, endorsement, or certificate of registration [bicenses] issued by the Board shall be valid throughout the state, but shall not be assignable or A license or certificate of registration [The-Board transferable. shall-forward-to-the-local-Board-of-Health,-if--there--be--one,--of each--town7--or--to--the--other--authority--having--control--of-the enforcement-of-regulations-relative-to-plumbing-in-each--town; -- the names--and--addresses--of--all--persons--in--such-town-to-whom-such licenses-have-been-granted.--bicenses] shall be issued for one year and may be renewed annually [on--or--before--February--ist--or--as provided--by--Section--12A-of-this-Act-upon-payment-of-the-required The Board may adopt rules under which licenses, fee]. endorsements, and certificates of registration expire on various dates throughout the year.

(b) A person who has complied with the continuing education requirement of Section 12B of this Act may renew an unexpired license, endorsement, or certificate of registration by paying the required renewal fee to the Board before the expiration date of the license, endorsement, or certificate of registration.

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- (c) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license, endorsement, or certificate of registration has been expired for 90 days or less may renew the license, endorsement, or certificate of registration by paying to the Board the required renewal fee and, if the renewal is for a license, a fee that is one-half of the examination fee for the license or, if the fee is for a certificate of registration, a fee that is one-half of the registration fee.
- (d) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license, endorsement, or certificate of registration has been expired for longer than 90 days but less than two years may renew the license, endorsement, or certificate of registration by paying to the Board all unpaid renewal fees and, if the renewal is for a license or certificate of registration, a fee that is equal to the examination fee for a [the] license.
- (e) If a person's license <u>or endorsement</u> has been expired for two years or longer, the person may not renew the license <u>or endorsement</u>. The person may obtain a new license <u>or endorsement</u> by submitting to reexamination and complying with the requirements and procedures for obtaining an original license <u>or endorsement</u>.
- (f) At least 30 days before the expiration of a person's license, endorsement, or certificate of registration, the Board shall send written notice of the impending license, endorsement, or certificate of registration expiration to the person at the licensee's or registrant's last known address according to the records of the Board. The licensee or registrant shall notify the

Board of any change of the person's name or address not later than the 30th day after the date of the change.

SECTION 12. Sections 12B(a) and (d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- (a) A person holding a license, endorsement, or certificate of registration under this Act must complete at least six hours of continuing professional education each license year. Three of the six hours required must be in the subjects of health protection, energy conservation, and water conservation.
- (d) A person holding a license, endorsement, or certificate of registration under this Act [who-lives-in-a-county-having-no city-with-a-population--in-excess--of--100,000] may fulfill the continuing professional education requirement of this section through a correspondence course as provided by Board rule.

SECTION 13. Section 14(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) No person, whether as a master plumber, journeyman plumber, plumber's apprentice, or otherwise, shall engage in, work at, or conduct the business of plumbing in this state or serve as a plumbing inspector as herein defined, except as herein specifically exempted from the provisions of this Act, unless such person is the holder of a valid license, endorsement, or certificate of registration as provided for by this Act. It shall be unlawful for any person, firm, or corporation to engage in or work at the business of installing plumbing and doing plumbing work except as

(f) A master plumber who holds a license on the effective date of this Act is not required to obtain a certificate of insurance under Section 15(d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by this Act, until February 1, 1998.

SECTION 17. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

By: Brown

(In the Senate - Filed February 26, 1997; March 4, 1997, read first time and referred to Committee on State Affairs; April 2, 1997, reported adversely, with favorable Committee Substitute by the following vote: Yeas 12, Nays 0; April 2, 1997, sent to printer.)

COMMITTEE SUBSTITUTE FOR S.B. No. 805

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By: Cain

## A BILL TO BE ENTITLED AN ACT

relating to the regulation of the practice of plumbing; providing penalties.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subdivisions (1), (2), and (5), Section 2, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

(1) "Plumbing" means:

- appliances for supply or recirculation of water, gas, medical gases and vacuum, liquids, and drainage or elimination of sewage, including disposal systems or any combination thereof, for all personal or domestic purposes in and about buildings where a person or persons live, work or assemble; all piping, fixtures, appurtenances and appliances outside a building connecting the building with the source of water, gas, medical gases and vacuum, or other liquid supply, or combinations thereof, on the premises, or the main in the street, alley or at the curb; all piping, fixtures, appurtenances, appliances, drain or waste pipes carrying waste water or sewage from or within a building to the sewer service lateral at the curb or in the street or alley or other disposal or septic terminal holding private or domestic sewage; or
- (B) the installation, repair, service, and maintenance of all piping, fixtures, appurtenances and appliances in and about buildings where a person or persons live, work or assemble, for a supply of gas, medical gases and vacuum, water, liquids, or any combination thereof, or disposal of waste water or sewage.
- (2) "Master Plumber" means a person who is skilled in the planning, superintending, and the practical installation, repair, and service of plumbing, who secures permits for plumbing work, who [and] is knowledgeable of [familiar-with] the codes, ordinances, or rules and regulations governing those matters, who alone, or through a person or persons under his supervision, performs plumbing work, and who has successfully fulfilled the examinations and requirements of the Board.

  (5) "Plumbing Inspector" means any person who is
- (5) "Plumbing Inspector" means any person who is employed by a political subdivision for the purpose of inspecting plumbing work and installations in connection with health and safety laws, [and] ordinances, and plumbing and gas codes, who has no financial or advisory interests in any plumbing company, and who has successfully fulfilled the examinations and requirements of the Board.
- SECTION 2. Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- Sec. 3. ACTS PERMITTED WITHOUT A LICENSE. The following acts, work and conduct shall be expressly permitted without license:
- (a) Plumbing work done by a property owner in a building owned and [or] occupied by him as his homestead;
- (b) Plumbing work done on a single family residential property not connected to a public water system and located outside the municipal limits of any organized city, town or village in this state[7-or-within-any-such-city7-town-or-village-of-less-than--five thousand--(57000)-inhabitants7-unless-required-by-ordinance-in-such

city;--town--or--village--of--less--than--five---thousand---(5,000)
inhabitants];

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laws and local valid city or municipal ordinances;

(d) Plumbing work done by a licensed irrigator or licensed installer when working and licensed under Chapter 197, Acts of the 66th Legislature, Regular Session, 1979 (Article 8751, Vernon's Texas Civil Statutes). A person holding a valid license from the Texas State Board of Plumbing Examiners shall not be required to be licensed by any other board or agency when installing or working on a lawn irrigation system;

(e) <u>LPG system [Plumbing]</u> work done by an LP Gas installer when working and licensed under Chapter 113, Natural Resources Code, as amended.

SECTION 3. Subsection (a), Section 3A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) The Commissioner of Health or his designee shall certify persons as being qualified for the installation, exchange, servicing, and repair of residential water treatment facilities [as defined-by-Subsection-(g)--of-Section-2-of-this-Act]. The Texas Board of Health shall set standards for certification to ensure the public health and to protect the public from unqualified persons engaging in activities relating to water treatment. Nothing in this section shall be construed to require that persons licensed pursuant to this Act are subject to certification under this section.

SECTION 4. Subsection (a), Section 4, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) The Texas State Board of Plumbing Examiners shall consist of nine members, each of whom shall be a citizen of the United States and a resident of this state. Members of the Board and their successors shall be appointed by the Governor and confirmed by the Senate, and shall hold office for terms of six years, or until their successors are appointed and have qualified. Appointments to the Board shall be made without regard to the race, creed, sex, religion, or national origin of the appointees. One member of the Board shall have had at least ten years practical experience as a master plumber, one member shall have had at least five years practical experience as a journeyman plumber, one member shall be a plumbing contractor with five years experience, one member shall be a licensed professional [sanitary] engineer knowledgeable in the practice of plumbing engineering and design, two members shall be building contractors with five years contracting experience (one of whom shall be principally engaged in home building and one of whom shall be principally engaged in commercial building), and one member shall have had at least five

years practical experience as a plumbing inspector. Two members must be representatives of the general public. A person is not eligible for appointment as a public member if the person or the person's spouse:

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(1) is licensed by an occupational regulatory agency in the building construction industry;

(2) is employed by or participates in the management of an agency or business entity related to the building construction industry; or

(3) has, other than as a consumer, a financial interest in a business entity related to the building construction industry.

SECTION 5. Subsections (a) and (d), Section 5, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- The Board shall administer the provisions of this Act. The Board shall formally elect a chairman and a secretary from its members and may adopt such rules as it deems necessary for the orderly conduct and enforcement of its affairs. The Board is hereby authorized and empowered to employ, promote and discharge such assistants and employees as it may deem necessary to properly carry out the intent and purpose of this Act, and to fix and pay their compensation and salaries and to provide for their duties and the terms of their employment. A majority of the Board shall constitute a quorum for the transaction of business. The Board shall have a seal which shall be judicially noticed. The Board shall keep records of all proceedings and actions by and before the Board. The Board is hereby authorized, empowered and directed to prescribe, amend and enforce all rules and regulations necessary to carry out this Act. The Board shall appoint an employee or employees thereof, with the power of removal, as a plumbing examiner or examiners, whose duties shall be to examine, as to their fitness and qualifications, all persons applying to the Board for licenses to engage in the business, trade or calling of a master plumber or a journeyman plumber or to serve as a plumbing inspector, and to promptly certify the result thereof to said State Board of Plumbing Examiners. The Board by rule may require plumbers' apprentices to register with the Board.
- (d) The Board shall [may] recognize, prepare, or implement continuing education programs for licensees and endorsees.
  [Participation-in-the-programs-is-voluntary:]

SECTION 6. Section 8, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsection (e) to read as follows:

when the license holder retired and who is not actively engaged in the business of plumbing may apply for retired status. The Board by rule shall adopt procedures and requirements for placing a license on retired status. A license holder on retired status is not required to complete continuing education while the person is on retired status.

on retired status.

SECTION 7. Subsection (e), Section 8A, The Plumbing License
Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended
to read as follows:

(e) Each written contract for <u>plumbing</u> services in this state [of-a-licensed--plumber] shall contain the name, mailing address, and telephone number of the Board.

SECTION 8. Section 8B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by Chapter 857, Acts of the 70th Legislature, Regular Session, 1987, is redesignated as Section 8D and amended to read as follows:

Sec. 8D [8B]. ENFORCEMENT BY INSPECTOR. In addition to enforcement by the Board, each plumbing inspector shall [may] enforce this Act. This section does not require a municipality to deploy inspectors to enforce this Act other than to require a municipality to issue permits only to master plumbers.

SECTION 9. Subsections (a) and (c), Section 8C, The Plumbing License Law (Article 6242-101). Vernon's moves Civil Chattage.

SECTION 9. Subsections (a) and (c), Section 8C, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

(a) A medical gas piping installation endorsement entitles a holder of a master plumber license or journeyman plumber license to install pipe used solely to transport gases used for medical purposes. A person who holds a medical gas endorsement may inspect medical gas piping installations.

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4-67 4-68 4-69 (c) An endorsement under this section is valid for three years and may be renewed as provided by Board rule [on-or-before February-1,-or-as-provided-by-Section-12A-of-this-Act,-in-the-same manner-as-a-license-renewal-under-Section-12-of-this-Act].

SECTION 10. Subsections (a), (c), (d), and (e), Section 9, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- endorsement, probate a license or endorsement suspension, or reprimand a licensee for any violations of this Act or rules of the Board. A violation of this Act shall include but not be limited to: obtaining a license or endorsement through error or fraud; having wilfully, negligently or arbitrarily violated municipal rules or ordinances regulating sanitation, drainage and plumbing; knowingly making a substantial misrepresentation of services to be provided or which have been provided; or making any false promise with intent to influence, persuade, or induce an individual to contract for services. Any person whose license or endorsement has been revoked may, after the expiration of one year from the date of such revocation, but not before, apply to the Board for a new license or endorsement.
- (c) If the Board proposes to refuse a person's application for a license or endorsement [licensure] or to suspend or revoke a person's license or endorsement, the person is entitled to a hearing before the Board. Grounds for suspension or revocation of a license or endorsement due to suspected incompetence or wilful violation by a licensee may be determined through retesting procedures.
- (d) Proceedings for the refusal, suspension, or revocation of a license or endorsement are governed by the Administrative Procedure and Texas Register Act, as amended (Article 6252-13a, Vernon's Texas Civil Statutes).
- Vernon's Texas Civil Statutes).

  (e) A person commits an offense if the person knowingly violates this Act or a rule adopted under this Act, engages in activities for which a license or endorsement is required without a license or endorsement issued under this Act, or employs an unlicensed or unendorsed person to engage in activities for which a license or endorsement is required by this Act. An offense under this subsection is a Class C misdemeanor.

SECTION 11. Section 12, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

Sec. 12. LICENSES; RENEWALS. (a) A license or endorsement [bicenses] issued by the Board shall be valid throughout the state, but shall not be assignable or transferable. A license [The-Board shall-forward-to-the-local-Board-of-Health; -if--there--be--one; -of each--town; -or--to--the--other--authority--having--control--of-the enforcement-of-regulations-relative-to-plumbing-in-each--town; -the names--and--addresses--of--all--persons--in--such-town-to-whom-such licenses-have-been-granted; -bicenses] shall be issued for one year and may be renewed annually [on--or--before--February--ist--or--as provided--by--Section--12A-of-this-Act-upon-payment-of-the-required fee]. The Board may adopt rules under which licenses and endorsements expire on various dates throughout the year.

fee]. The Board may adopt rules under which licenses and endorsements expire on various dates throughout the year.

(b) A person who has complied with the continuing education requirement of Section 12B of this Act may renew an unexpired license or endorsement by paying the required renewal fee to the Board before the expiration date of the license or endorsement.

(c) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for 90 days or less may renew the license or endorsement by paying to the Board the required renewal fee and a fee that is one-half of the examination fee for the license or endorsement.

(d) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for longer than 90 days but less than two years may renew the license or endorsement by paying to the Board all unpaid renewal fees and a fee that is equal to the examination fee for a [the] license.

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5-68 5-69 (e) If a person's license <u>or endorsement</u> has been expired for two years or longer, the person may not renew the license <u>or endorsement</u>. The person may obtain a new license <u>or endorsement</u> by submitting to reexamination and complying with the requirements and procedures for obtaining an original license <u>or endorsement</u>.

(f) At least 30 days before the expiration of a person's license or endorsement, the Board shall send written notice of the impending license or endorsement expiration to the person at the licensee's last known address according to the records of the Board. The licensee shall notify the Board of any change of the person's name or address not later than the 30th day after the date of the change.

of the change.

SECTION 12. Subsections (a) and (d), Section 12B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- (a) A person holding a license or endorsement under this Act must complete at least six hours of continuing professional education each license year. Three of the six hours required must be in the subjects of health protection, energy conservation, and water conservation.
- (d) A person holding a license or endorsement under this Act [who-lives-in-a-county-having-no-city-with-a-population-in-excess of--1007000] may fulfill the continuing professional education requirement of this section through a correspondence course as provided by Board rule.

SECTION 13. Subsection (a), Section 14, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) No person, whether as a master plumber, journeyman plumber, or otherwise, shall engage in, work at, or conduct the business of plumbing in this state or serve as a plumbing inspector as herein defined, except as herein specifically exempted from the provisions of this Act, unless such person is the holder of a valid license or endorsement as provided for by this Act. It shall be unlawful for any person, firm, or corporation to engage in or work at the business of installing plumbing and doing plumbing work except as specifically herein provided unless such installation of plumbing or plumbing work be under the active supervision and control of a plumber licensed under this Act. A license holder may not act as a water supply protection specialist unless the license holder has the appropriate license endorsement under Section 11A or 11B of this Act.

SECTION 14. Section 15, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsections (d), (e), and (f) to read as follows:

(d) A person holding a master plumber's license may not act as a master plumber unless the master plumber has submitted to the Board a certificate of insurance that meets the requirements of Subsection (c) of this section.

(e) A municipal utility district having boundaries that overlap the boundaries of a municipality is the controlling jurisdiction and is the only entity that may perform required plumbing inspections in an area located in both the municipal utility district and the municipality. A municipality may perform its own inspection under this subsection if the inspection performed by the municipal utility district responsible for conducting the inspection is not performed by a state-licensed plumbing inspector or if the municipality has inspection standards that are stricter than the municipal utility district's standards.

(f) A municipal utility district or municipality performing

(f) A municipal utility district or municipality performing a plumbing inspection in an area in which the boundaries of those entities overlap may only collect an inspection permit fee if the entity is entitled to perform the inspection under Subsection (e)

#### of this section.

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6-23 6-24 6-25 6-26 6-27 SECTION 15. Section 12A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is repealed.

SECTION 16. (a) Except as otherwise provided by this section, this Act takes effect September 1, 1997.

- (b) The Texas State Board of Plumbing Examiners shall adopt rules under Subsection (d), Section 5, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, and rules that implement the continuing education programs required by Section 12B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, not later than February 1, 1998.
- (c) A person performing plumbing services who must obtain a license because of the changes made by this Act to Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is not required to obtain a master or journeyman plumber license to perform those functions until February 1, 1998.
- license to perform those functions until February 1, 1998.

  (d) A master plumber who holds a license on the effective date of this Act is not required to obtain a certificate of insurance under Subsection (d), Section 15, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by this Act, until February 1, 1998.

SECTION 17. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

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# FAVORABLY AS SUBSTITUTED SENATE COMMITTEE REPORT ON

	HCR HJR  Or/Senate Sponsor)  2 - 9 7	305		
	(date)	<del></del>		
We, your Committee onSTATE AFFAI	RS	_, to which was 1	referred the attac	hed measure,
have on 3/25/97, had	the same under	r consideration a	and I am instruct	ed to report it
(date of hearing) back with the recommendation (s) that it:				-
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do pass as substituted, and be printed (the caption remained the same as original mea (the caption changed with adoption of the substituted)	sure itute			
( ) do pass as substituted, and be ordered not printed				
() and is recommended for placement on the Local ar	nd Uncontested	Bills Calendar.		
A fiscal note was requested. (Vyes (	) no			
A revised fiscal note was requested. (v yes ()	) no			
An actuarial analysis was requested. () yes ()	no			
Considered by subcommittee. () yes ()	no			
The measure was reported from Committee by the foll	owing vote:			
The measure was reported from committee by the for				
	YEA	NAY	ABSENT	PNV
Senator Armbrister, Chair	<del> </del>	<u> </u>		
Senator Nixon, Vice-Chair	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \			
Senator Cain	<u> </u>	ļ	<del>                                     </del>	
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Senator Lindsay	+ <del></del>	<del>                                     </del>		
Senator Luna	<del>                                     </del>	<del> </del>		
Senator Nelson	<del>\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ </del>	<del>                                     </del>		
Senator Shapiro	<del>                                     </del>		-	
Senator Whitmire	V			
TOTAL VOTES	12			
COMMI	TTEE ACTIO	N		
\$260, Considered in public hearing				
S270 Testimony taken	. , _	_		
Kar A Mar L	$\langle \langle \rangle \rangle$	R	1.	
COMMITTEE CLERK	CHAIRMAN	S MAD	NO	

Paper clip the original and one copy of this signed form to the original bill along with TWO copies of the Committee Substitute Retain one copy of this form for Committee files

# LEGISLATIVE BUDGET BOARD Austin, Texas

# FISCAL NOTE 75th Regular Session

March 28, 1997

To:

Honorable Kenneth Armbrister, Chair

Committee on State Affairs

Senate

Austin, Texas

IN RE: Senate Bill No. 805, Committee Report 1st House,

Substituted

By: Brown

From: John Keel, Director

In response to your request for a Fiscal Note on SB805 (relating to the regulation of the practice of plumbing.) this office has determined the following:

### Biennial Net Impact to General Revenue Funds by SB805-Committee Report 1st House, Substituted

Implementing the provisions of the bill would result in a net impact of \$0 to General Revenue Related Funds through the biennium ending August 31, 1999.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

### Fiscal Analysis

This bill would amend the Plumbing License Law by deleting Section 3(b) which allows unlicensed plumbers to perform work in incorporated areas and unincorporated areas of the state with populations of less than 5,000 persons. Deleting this section would expand the Board of Plumbing Examiners' jurisdiction and increase the agency's licensing and enforcement workloads. Six new FTEs (one Attorney, one Examination Employee, three Field Representatives, and one Administrative Technician) would be needed, along with associated overhead, training, and computer costs. Also, the Attorney and Field Representatives would require extensive travel (the Attorney to county courts and the Field Representatives to construction sites) so costs for cars, travel and telephones are included.

New costs to implement the provisions of this bill would be \$439,291 in FY 1998, \$367,291 in FY 1999 and \$336,291 in FYs 2000, 2001, and 2002. FY 1999 costs are slightly higher than later years due to the phasing in of computer purchases over a two year (FY 1998 and 1999) period. However, all of these costs would be covered by revenue gained from an increased number of licenses issued, an increase in administrative penalties from enhanced enforcement efforts, and, if needed, an overall increase in the agency's license and examination fees.

This bill would amend other sections of the Plumbing License Law, but would cause no additional fiscal impact to the State.

### Methodology

Deletion of Section 3(b) of the Plumbing License Law would increase the number of

persons served by the law by approximately 50%. Licensing and enforcement workload increases to implement the provisions of the bill were calculated accordingly. It is assumed that all new costs would be covered by the following:

- (1) An increase in revenue from license fees, due to an increase in the number of plumbers required to be licensed;
- (2) An increase in administrative penalties from enhanced enforcement efforts; and,
- (3) An overall increase in license and examination fees, if necessary.

The probable fiscal implications of implementing the provisions of the bill during each of the first five years following passage is estimated as follows:

### Five Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 0001	Probable Revenue Gain/(Loss) from General Revenue Fund 0001	Change in Number of State Employees from FY 1997
1998	(\$439,291)	\$439,291	
1999	(367,291)	367,291	
2000	(336,291)	336,291	
2001	(336,291)	336,291	
2002	(336,291)	336,291	•

### Net Impact on General Revenue Related Funds:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
1998	\$0
1999	0
2000	0
2001	0
2002	0

Similar annual fiscal implications would continue as long as the provisions of the bill are in effect.

The provisions of this bill may create some fiscal impact to municipalities and municipal utility districts (MUDs). Section 14(e) of the bill allows a MUD with boundaries that overlap those of a municipality to be the controlling jurisdiction over plumbing inspections if the MUD has stricter plumbing standards than the municipality and the inspection is performed by a state-licensed plumber. Accordingly, some MUDs may experience an increase in plumbing inspections and related revenues from inspection permit fees. Conversely, some municipalities may experiences a decrease in plumbing inspections and fee revenue. However, municipalities with stricter plumbing standards than MUDs may experience an increase in the number of plumbing inspections performed. It is assumed that any increase in costs would be offset by an increase in inspection permit fees as allowed under Section 14(f) of the bill.

Source:

Agencies:

LBB Staff: JK, JD, BK

# LEGISLATIVE BUDGET BOARD Austin, Texas

# FISCAL NOTE 75th Regular Session

March 24, 1997

To:

Honorable Kenneth Armbrister, Chair

Committee on State Affairs

Senate

Austin, Texas

IN RE: Senate Bill No. 805

By: Brown

From: John Keel, Director

In response to your request for a Fiscal Note on SB805 (Relating to the regulation of the practice of plumbing.) this office has determined the following:

### Biennial Net Impact to General Revenue Funds by SB805-As Introduced

Implementing the provisions of the bill would result in a net impact of \$0 to General Revenue Related Funds through the biennium ending August 31, 1999.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

### **Fiscal Analysis**

This bill would amend the Plumbing License Law by deleting Section 3(b) which allows unlicensed plumbers to perform work in incorporated areas and unincorporated areas of the state with populations of less than 5,000 persons. Deleting this section would expand the Board of Plumbing Examiners' jurisdiction and increase the agency's licensing and enforcement workloads. Six new FTEs (one Attorney, one Examination Employee, three Field Representatives, and one Administrative Technician) would be needed, along with associated overhead, training, and computer costs. Also, the Attorney and Field Representatives would require extensive travel (the Attorney to county courts and the Field Representatives to construction sites) so costs for cars, travel and telephones are included.

New costs to implement the provisions of this bill would be \$439,291 in FY 1998, \$367,291 in FY 1999 and \$336,291 in FYs 2000, 2001, and 2002. FY 1999 costs are slightly higher than later years due to the phasing in of computer purchases over a two year (FY 1998 and 1999) period. However, all of these costs would be covered by revenue gained from an increased number of licenses issued, an increase in administrative penalties from enhanced enforcement efforts, and, if needed, an overall increase in the agency's license and examination fees.

This bill would amend other sections of the Plumbing License Law, but would cause no additional fiscal impact to the State.

### Methodology

Deletion of Section 3(b) of the Plumbing License Law would increase the number of persons served by the law by approximately 50%. Licensing and enforcement workload increases to implement the provisions of the bill were calculated accordingly. It is assumed that all new costs would be covered by the following:

- (1) An increase in revenue from license fees, due to an increase in the number of plumbers required to be licensed;
- (2) An increase in administrative penalties from enhanced enforcement efforts; and,
- (3) An overall increase in license and examination fees, if necessary.

The probable fiscal implications of implementing the provisions of the bill during each of the first five years following passage is estimated as follows:

### Five Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 0001	Probable Revenue Gain/(Loss) from General Revenue Fund 0001	Change in Number of State Employees from FY 1997
1998	(\$439,291)	\$439,291	6.
1999	(367,291)	367,291	6.
2000	(336,291)	336,291	6.
2001	(336,291)	336,291	6.0
2002	(336,291)	336,291	6.0

### Net Impact on General Revenue Related Funds:

The probable fiscal implication to General Revenue related funds during each of the first five years is estimated as follows:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds	
1998	\$0	
1999	0	
2000	0	
2001	0	
2002	0	

Similar annual fiscal implications would continue as long as the provisions of the bill are in effect.

No fiscal implication to units of local government is anticipated.

Source:

Agencies:

LBB Staff: JK, JD, BK

### WITNESS LIST

SB 805 SENATE COMMITTEE REPORT State Affairs Committee

March 25, 1997 - 2:00P For: Rayas, Juan (Self), El Paso

On: Briers, Stanley (St. Bd. of Plumbing Exa), Taylor

Hardwick, Jeff (TX Assn of Healthcare), Austin

Kissling, Gilbert (TX Board of Plumbing Eg), Austin

Maxwell, Robert (State Plumbing Board), Austin

Smith, Stuart (TX Assn of Healthcare), Austin

Stacy, Deborah (Self), Ft. Worth

Registering, but not testifying:
For: Christianson, Robert (Self), Round Rock

Smith, Gary (Lone Star Gas Co.), Dallas

## ADOPTED

APR 18 1997

By: Brown

S.B. No. 805

Substitute the following for S.B. No. 805:

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#### A BILL TO BE ENTITLED

#### AN ACT

relating to the regulation of the practice of plumbing; providing penalties.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subdivisions (1), (2), and (5), Section 2, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

#### (1) "Plumbing" means:

(A) All piping, fixtures, appurtenances appliances for supply or recirculation of water, gas, medical gases and vacuum, liquids, and drainage or elimination of sewage, including disposal systems or any combination thereof, for all personal or domestic purposes in and about buildings where a person or persons live, work or assemble; all piping, fixtures, appurtenances and appliances outside a building connecting the building with the source of water, gas, medical gases and vacuum, or other liquid supply, or combinations thereof, on the premises, or the main in the street, alley or at the curb; all piping, fixtures, appurtenances, appliances, drain or waste pipes carrying waste water or sewage from or within a building to the sewer service lateral at the curb or in the street or alley or other disposal or septic terminal holding private or domestic sewage; or (B) the installation, repair, service,

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and

maintenance of all piping, fixtures, appurtenances and appliances \( \frac{1}{2} \)
in and about buildings where a person or persons live, work or
assemble, for a supply of gas, medical gases and vacuum, water,
liquids, or any combination thereof, or disposal of waste water or
sewage.

- (2) "Master Plumber" means a person who is skilled in the planning, superintending, and the practical installation, repair, and service of plumbing, who secures permits for plumbing work, who [and] is knowledgeable of [familiar-with] the codes, ordinances, or rules and regulations governing those matters, who alone, or through a person or persons under his supervision, performs plumbing work, and who has successfully fulfilled the examinations and requirements of the Board.
- employed by a political subdivision for the purpose of inspecting plumbing work and installations in connection with health and safety laws, [and] ordinances, and plumbing and gas codes, who has no financial or advisory interests in any plumbing company, and who has successfully fulfilled the examinations and requirements of the Board.
- SECTION 2. Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- Sec. 3. ACTS PERMITTED WITHOUT A LICENSE. The following acts, work and conduct shall be expressly permitted without license: 2/3

- (a) Plumbing work done by a property owner in a building owned and [or] occupied by him as his homestead;
- property not connected to a public water system and located outside the municipal limits of any organized city, town or village in this state[7-or-within-any-such-city7-town-or-village of-less-than-five thousand-(57000)-inhabitants7-unless-required-by-ordinance-in-such city7---town-or-village-of-less-than-five-thousand--(57000) inhabitants];
  - (c) Plumbing work done by anyone who is regularly employed as or acting as a maintenance man or maintenance engineer, to and in connection with the business in which he is incidental employed or engaged, and who does not engage in the occupation of a plumber for the general public; {construction; -- installation -- and} maintenance work done upon the premises or equipment of a railroad by an employee thereof who does not engage in the occupation of a plumber for the general public; and plumbing work done by persons engaged by any public service company in the laying, maintenance and operation of its service mains or lines to the point of measurement and the installation, alteration, adjustment, repair, removal and renovation of all types of appurtenances, equipment and appliances, including doing all that is necessary to render the appliances useable or serviceable; appliance installation and service work done by anyone who is an appliance dealer or employed by an appliance dealer, and acting as an appliance  $^{3/}$ installation man or appliance service man in connecting appliances

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to existing openings with a code-approved appliance connector [piping--installations]; and water treatment installations, exchanges, services, or repairs. Provided, however, that all work and service herein named or referred to shall be subject to inspection and approval in accordance with the terms of all state laws and local valid city or municipal ordinances;

- (d) Plumbing work done by a licensed irrigator or licensed installer when working and licensed under Chapter 197, Acts of the 66th Legislature, Regular Session, 1979 (Article 8751, Vernon's Texas Civil Statutes). A person holding a valid license from the Texas State Board of Plumbing Examiners shall not be required to be licensed by any other board or agency when installing or working on a lawn irrigation system;
- (e) <u>LPG system</u> [Plumbing] work done by an LP Gas installer when working and licensed under Chapter 113, Natural Resources Code, as amended.

SECTION 3. Subsection (a), Section 3A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) The Commissioner of Health or his designee shall certify persons as being qualified for the installation, exchange, servicing, and repair of residential water treatment facilities [as defined-by-Subsection-(g)-of-Section-2-of--this--Act]. The Texas Board of Health shall set standards for certification to ensure the public health and to protect the public from unqualified persons engaging in activities relating to water treatment. Nothing in

this section shall be construed to require that persons licensed pursuant to this Act are subject to certification under this section.

SECTION 4. Subsection (a), Section 4, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) The Texas State Board of Plumbing Examiners shall consist of nine members, each of whom shall be a citizen of the United States and a resident of this state. Members of the Board and their successors shall be appointed by the Governor and confirmed by the Senate, and shall hold office for terms of years, or until their successors are appointed and have qualified. Appointments to the Board shall be made without regard to the race, creed, sex, religion, or national origin of the appointees. member of the Board shall have had at least ten years practical experience as a master plumber, one member shall have had at five years practical experience as a journeyman plumber, one member shall be a plumbing contractor with five years experience, one member shall be a licensed professional [sanitary] engineer knowledgeable in the practice of plumbing engineering and design, years 1/2 five two members shall be building contractors with contracting experience (one of whom shall be principally engaged in home building and one of whom shall be principally engaged in commercial building), and one member shall have had at least five years practical experience as a plumbing inspector. Two members must be representatives of the general public. A person

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eligible for appointment as a public member if the person or the person's spouse:

- (1) is licensed by an occupational regulatory agency in the building construction industry;
- (2) is employed by or participates in the management of an agency or business entity related to the building construction industry; or
- (3) has, other than as a consumer, a financial interest in a business entity related to the building construction industry.

SECTION 5. Subsections (a) and (d), Section 5, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

The Board shall administer the provisions of this Act. The Board shall formally elect a chairman and a secretary from members and may adopt such rules as it deems necessary for the orderly conduct and enforcement of its affairs. The Board is hereby authorized and empowered to employ, promote and discharge such assistants and employees as it may deem necessary to properly carry out the intent and purpose of this Act, and to fix and pay  $^4/\gamma$ their compensation and salaries and to provide for their duties and the terms of their employment. A majority of the Board constitute a quorum for the transaction of business. The Board shall have a seal which shall be judicially noticed. The Board shall keep records of all proceedings and actions by and before the The Board is hereby authorized, empowered and directed to

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prescribe, amend and enforce all rules and regulations necessary to carry out this Act. The Board shall appoint an employee or employees thereof, with the power of removal, as a plumbing examiner or examiners, whose duties shall be to examine, as to their fitness and qualifications, all persons applying to the Board for licenses to engage in the business, trade or calling of a master plumber or a journeyman plumber or to serve as a plumbing inspector, and to promptly certify the result thereof to said State Board of Plumbing Examiners. The Board by rule may require plumbers' apprentices to register with the Board.

(d) The Board <u>shall</u> [may] recognize, prepare, or implement continuing education programs for licensees <u>and endorsees</u>.

[Participation-in-the-programs-is-voluntary-]

SECTION 6. Section 8, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsection (e) to read as follows:

when the license holder retired and who is not actively engaged in the business of plumbing may apply for retired status. The Board by rule shall adopt procedures and requirements for placing a license on retired status. A license holder on retired status is not required to complete continuing education while the person is on retired status.

SECTION 7. Subsection (e), Section 8A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(e) Each written contract for <u>plumbing</u> services in this state [of--a--licensed--plumber] shall contain the name, mailing address, and telephone number of the Board.

SECTION 8. Section 8B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by Chapter 857, Acts of the 70th Legislature, Regular Session, 1987, is redesignated as Section 8D and amended to read as follows:

Sec. <u>8D</u> [8B]. ENFORCEMENT BY INSPECTOR. In addition to enforcement by the Board, each plumbing inspector <u>shall</u> [may] enforce this Act. <u>This section does not require a municipality to deploy inspectors to enforce this Act other than to require a municipality to issue permits only to master plumbers.</u>

SECTION 9. Subsections (a) and (c), Section 8C, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- (a) A medical gas piping installation endorsement entitles a holder of a master plumber license or journeyman plumber license to install pipe used solely to transport gases used for medical purposes. A person who holds a medical gas endorsement may inspect medical gas piping installations.
- (c) An endorsement under this section is valid for three years and may be renewed as provided by Board rule [on--or--before February-17--or-as-provided-by-Section-12A-of-this-Act7-in-the-same manner-as-a-license-renewal-under-Section-12-of-this-Act].

SECTION 10. Subsections (a), (c), (d), and (e), Section 9,
The Plumbing License Law (Article 6243-101, Vernon's Texas Civil

Statutes), are amended to read as follows:

- The Board shall revoke or suspend a license <u>or</u> endorsement, probate a license or endorsement suspension, or reprimand a licensee for any violations of this Act or rules of the Board. A violation of this Act shall include but not be limited obtaining a license or endorsement through error or fraud; to: having wilfully, negligently or arbitrarily violated municipal rules or ordinances regulating sanitation, drainage and plumbing; knowingly making a substantial misrepresentation of services to be provided or which have been provided; or making any false promise with intent to influence, persuade, or induce an individual contract for services. Any person whose license or endorsement has been revoked may, after the expiration of one year from the date of such revocation, but not before, apply to the Board for a new license or endorsement.
- (c) If the Board proposes to refuse a person's application for a license or endorsement [licensure] or to suspend or revoke a person's license or endorsement, the person is entitled to a hearing before the Board. Grounds for suspension or revocation of a license or endorsement due to suspected incompetence or wilful violation by a licensee may be determined through retesting procedures.
- (d) Proceedings for the refusal, suspension, or revocation of a license or endorsement are governed by the Administrative Procedure and Texas Register Act, as amended (Article 6252-13a, Vernon's Texas Civil Statutes).

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(e) A person commits an offense if the person knowingly violates this Act or a rule adopted under this Act, engages in activities for which a license or endorsement is required without a license or endorsement issued under this Act, or employs an unlicensed or unendorsed person to engage in activities for which a license or endorsement is required by this Act. An offense under this subsection is a Class C misdemeanor.

SECTION 11. Section 12, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

Sec. 12. LICENSES; RENEWALS. (a) A license or endorsement [bicenses] issued by the Board shall be valid throughout the state, but shall not be assignable or transferable. A license [The-Board shall-forward-to-the-local-Board-of-Health; if--there--be--one; of each--town; or--to--the--other--authority--having--control--of-the enforcement-of-regulations-relative-to-plumbing-in-each--town; --the enforcement-of-regulations-relative-to-plumbing-in-each--town; of the hammes--and--addresses--of--all--persons--in--such-town-to-whom-such licenses-have-been-granted; bicenses] shall be issued for one year and may be renewed annually [on--or--before--February--ist--or--as provided--by--Section--12A-of-this-Act-upon-payment-of-the-required fee]. The Board may adopt rules under which licenses and endorsements expire on various dates throughout the year.

(b) A person who has complied with the continuing education requirement of Section 12B of this Act may renew an unexpired license or endorsement by paying the required renewal fee to the Board before the expiration date of the license or endorsement.

- (c) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for 90 days or less may renew the license or endorsement by paying to the Board the required renewal fee and a fee that is one-half of the examination fee for the license or endorsement.
- (d) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for longer than 90 days but less than two years may renew the license or endorsement by paying to the Board all unpaid renewal fees and a fee that is equal to the examination fee for a [the] license.
- (e) If a person's license <u>or endorsement</u> has been expired for two years or longer, the person may not renew the license <u>or endorsement</u>. The person may obtain a new license <u>or endorsement</u> by submitting to reexamination and complying with the requirements and procedures for obtaining an original license or endorsement.
- (f) At least 30 days before the expiration of a person's license or endorsement, the Board shall send written notice of the impending license or endorsement expiration to the person at the licensee's last known address according to the records of the Board. The licensee shall notify the Board of any change of the person's name or address not later than the 30th day after the date of the change.
- SECTION 12. Subsections (a) and (d), Section 12B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil

Statutes), are amended to read as follows:

- (a) A person holding a license <u>or endorsement</u> under this Act must complete at least six hours of continuing professional education each license year. Three of the six hours required must be in the subjects of health protection, energy conservation, and water conservation.
- (d) A person holding a license <u>or endorsement</u> under this Act [who-lives-in-a-county-having-no-city-with-a-population--in--excess of--1007000] may fulfill the continuing professional education requirement of this section through a correspondence course <u>as</u> provided by Board rule.

SECTION 13. Subsection (a), Section 14, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) No person, whether as a master plumber, journeyman plumber, or otherwise, shall engage in, work at, or conduct the business of plumbing in this state or serve as a plumbing inspector as herein defined, except as herein specifically exempted from the provisions of this Act, unless such person is the holder of a valid license or endorsement as provided for by this Act. It shall be unlawful for any person, firm, or corporation to engage in or work at the business of installing plumbing and doing plumbing work except as specifically herein provided unless such installation of plumbing or plumbing work be under the active supervision and control of a plumber licensed under this Act. A license holder may not act as a water supply protection specialist unless the license

holder has the appropriate license endorsement under Section 11A or 11B of this Act.

SECTION 14. Section 15, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsections (d), (e), and (f) to read as follows:

- (d) A person holding a master plumber's license may not act as a master plumber unless the master plumber has submitted to the Board a certificate of insurance that meets the requirements of Subsection (c) of this section.
- (e) A municipal utility district having boundaries that overlap the boundaries of a municipality is the controlling jurisdiction and is the only entity that may perform required plumbing inspections in an area located in both the municipal utility district and the municipality. A municipality may perform its own inspection under this subsection if the inspection performed by the municipal utility district responsible for conducting the inspection is not performed by a state-licensed plumbing inspector or if the municipal utility district's standards that are stricter than the municipal utility district's standards.
- (f) A municipal utility district or municipality performing a plumbing inspection in an area in which the boundaries of those entities overlap may only collect an inspection permit fee if the entity is entitled to perform the inspection under Subsection (e) of this section.
- 25 SECTION 15. Section 12A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is repealed.

SECTION 16. (a) Except as otherwise provided by this section, this Act takes effect September 1, 1997.

- (b) The Texas State Board of Plumbing Examiners shall adopt rules under Subsection (d), Section 5, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, and rules that implement the continuing education programs required by Section 12B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, not later than February 1, 1998.
- (c) A person performing plumbing services who must obtain a license because of the changes made by this Act to Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil 19/1/5 Statutes), is not required to obtain a master or journeyman plumber license to perform those functions until February 1, 1998.
- (d) A master plumber who holds a license on the effective date of this Act is not required to obtain a certificate of insurance under Subsection (d), Section 15, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by this Act, until February 1, 1998.

SECTION 17. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

FLOOR AMENDMENT NO.

BY

Amend C.S.S.B. No. 805 as follows:

After "building owned" in Section 3(a) of SECTION 2 of the bill (Committee Printing page  $\frac{7}{1}$ , line  $\frac{7}{9}$ ) strike "and [or]" and substitute "or".

**ADOPTED** 

APR 18 1997

Secretary of the Senate

Floor Avr. #1 4-18-97

## ADOPTED

APR 18 1997

Secretary of the Senate

floor amendment no. 2



4/18/97

Amend C.S.S.B. No. 805, SECTION 2, Subsection (b) to read as

follows:

(b) Plumbing work done on a single family residential property

not connected to a public water system and located outside theo

municipal limits of any organized city, town or village in this

state, or within any such city, town or village of less than one

thousand (1,000) inhabitants, unless required by ordinance in such

city, town or village of less than one thousand (1,000)

statement (5,000)

inhabitants; (Committee printing, beginning on page 1, line 60)

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Hon Km: # 2 4-18-97

## **ADOPTED**

APR 18 1997

Lette Ling Secretary of the Senate

FLOOR AMENDMENT NO.

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Amend C.S.S.B. No. 805, SECTION 2, subsection (c) by inserting the following after "the general public;" and before "maintenance work": "construction, installation and" (Committee Printing, page 2, line 7)

Hon Jm. #3 4-18-97

### **ADOPTED**

APR 18 1997

Setty Ling

FLOOR AMENDMENT NO.

Amend C.S.S.B. 805, SECTION 2, by adding a new Subsection (f) 1

to Section 3, The Plumbing License Law, to read as follows:

(f) Water well drilling work done by a well driller who is 2

licensed under Chapter 32. Water Code.

Hoor Km #4 4-18-97

### AMEND THE CAPTION TO CONFORM TO THE BODY OF THE BILL

**ADOPTED** 

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S.B. No. 805

#### A BILL TO BE ENTITLED

#### AN ACT

relating to the regulation of the practice of plumbing; providing penalties.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subdivisions (1), (2), and (5), Section 2, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

#### (1) "Plumbing" means:

(A) All piping, fixtures, appurtenances appliances for supply or recirculation of water, gas, medical gases and vacuum, liquids, and drainage or elimination of sewage, including disposal systems or any combination thereof, for all personal or domestic purposes in and about buildings where a person fixtures, or persons live, work or assemble; all piping, appurtenances and appliances outside a building connecting the building with the source of water, gas, medical gases and vacuum, or other liquid supply, or combinations thereof, on the premises, or the main in the street, alley or at the curb; all piping, fixtures, appurtenances, appliances, drain or waste pipes carrying waste water or sewage from or within a building to the sewer service lateral at the curb or in the street or alley or other disposal or septic terminal holding private or domestic sewage; or

(B) the installation, repair, service, and maintenance of all piping, fixtures, appurtenances and appliances

in and about buildings where a person or persons live, work or assemble, for a supply of gas, <u>medical gases and vacuum</u>, water, liquids, or any combination thereof, or disposal of waste water or sewage.

- (2) "Master Plumber" means a person who is skilled in the planning, superintending, and the practical installation, repair, and service of plumbing, who secures permits for plumbing work, who [and] is knowledgeable of [familiar-with] the codes, ordinances, or rules and regulations governing those matters, who alone, or through a person or persons under his supervision, performs plumbing work, and who has successfully fulfilled the examinations and requirements of the Board.
- employed by a political subdivision for the purpose of inspecting plumbing work and installations in connection with health and safety laws, [and] ordinances, and plumbing and gas codes, who has no financial or advisory interests in any plumbing company, and who has successfully fulfilled the examinations and requirements of the Board.
- SECTION 2. Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- Sec. 3. ACTS PERMITTED WITHOUT A LICENSE. The following acts, work and conduct shall be expressly permitted without license:

(a) Plumbing work done by a property owner in a building owned or occupied by him as his homestead;

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- (b) Plumbing work done on a single family residential property not connected to a public water system and located outside the municipal limits of any organized city, town or village in this state, or within any such city, town or village of less than one thousand (1,000) [five-thousand-(5,000)] inhabitants, unless required by ordinance in such city, town or village of less than one thousand (1,000) [five-thousand-(5,000)] inhabitants;
- (c) Plumbing work done by anyone who is regularly employed as or acting as a maintenance man or maintenance engineer, incidental to and in connection with the business in which he is employed or engaged, and who does not engage in the occupation of a plumber for the general public; construction, installation and maintenance work done upon the premises or equipment of a railroad by an employee thereof who does not engage in the occupation of a plumber for the general public; and plumbing work done by persons engaged by any public service company in the laying, maintenance and operation of its service mains or lines to the point of measurement and the installation, alteration, adjustment, repair, removal and renovation of all types of appurtenances, equipment and appliances, including doing all that is necessary to render the appliances useable or serviceable; appliance installation and service work done by anyone who is an appliance dealer or who employed by an appliance dealer, and acting as an appliance

S.B. No. 805

installation man or appliance service man in connecting appliances to existing openings with a code-approved appliance connector [piping--installations]; and water treatment installations, exchanges, services, or repairs. Provided, however, that all work and service herein named or referred to shall be subject to inspection and approval in accordance with the terms of all state laws and local valid city or municipal ordinances;

- (d) Plumbing work done by a licensed irrigator or licensed installer when working and licensed under Chapter 197, Acts of the 66th Legislature, Regular Session, 1979 (Article 8751, Vernon's Texas Civil Statutes). A person holding a valid license from the Texas State Board of Plumbing Examiners shall not be required to be licensed by any other board or agency when installing or working on a lawn irrigation system;
- (e) <u>LPG system</u> [Plumbing] work done by an LP Gas installer when working and licensed under Chapter 113, Natural Resources Code, as amended;
- (f) Water well drilling work done by a well driller who is licensed under Chapter 32, Water Code.
- SECTION 3. Subsection (a), Section 3A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- (a) The Commissioner of Health or his designee shall certify persons as being qualified for the installation, exchange, servicing, and repair of residential water treatment facilities [as

S.B. No. 805

defined-by-Subsection-(g)-of-Section-2-of--this--Act]. The Texas Board of Health shall set standards for certification to ensure the public health and to protect the public from unqualified persons engaging in activities relating to water treatment. Nothing in this section shall be construed to require that persons licensed pursuant to this Act are subject to certification under this section.

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SECTION 4. Subsection (a), Section 4, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

The Texas State Board of Plumbing Examiners consist of nine members, each of whom shall be a citizen of the United States and a resident of this state. Members of the Board their successors shall be appointed by the Governor and confirmed by the Senate, and shall hold office for terms of years, or until their successors are appointed and have qualified. Appointments to the Board shall be made without regard to the race, creed, sex, religion, or national origin of the appointees. One member of the Board shall have had at least ten years practical experience as a master plumber, one member shall have had at five years practical experience as a journeyman plumber, one member shall be a plumbing contractor with five years experience, one member shall be a licensed <u>professional</u> [sanitary] engineer knowledgeable in the practice of plumbing engineering and design, shall be building contractors with five two members

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contracting experience (one of whom shall be principally engaged in home building and one of whom shall be principally engaged in commercial building), and one member shall have had at least five years practical experience as a plumbing inspector. Two members must be representatives of the general public. A person is not eligible for appointment as a public member if the person or the person's spouse:

- (1) is licensed by an occupational regulatory agency in the building construction industry;
- (2) is employed by or participates in the management of an agency or business entity related to the building construction industry; or
- (3) has, other than as a consumer, a financial interest in a business entity related to the building construction industry.
- SECTION 5. Subsections (a) and (d), Section 5, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:
- (a) The Board shall administer the provisions of this Act. The Board shall formally elect a chairman and a secretary from its members and may adopt such rules as it deems necessary for the orderly conduct and enforcement of its affairs. The Board is hereby authorized and empowered to employ, promote and discharge such assistants and employees as it may deem necessary to properly carry out the intent and purpose of this Act, and to fix and pay

S.B. No. 805

their compensation and salaries and to provide for their duties and the terms of their employment. A majority of the Board shall constitute a quorum for the transaction of business. shall have a seal which shall be judicially noticed. The shall keep records of all proceedings and actions by and before the The Board is hereby authorized, empowered and directed to Board. prescribe, amend and enforce all rules and regulations necessary to The Board shall appoint an employee or carry out this Act. employees thereof, with the power of removal, as a plumbing examiner or examiners, whose duties shall be to examine, as their fitness and qualifications, all persons applying to the Board for licenses to engage in the business, trade or calling of a master plumber or a journeyman plumber or to serve as a plumbing inspector, and to promptly certify the result thereof to said State The Board by rule may require Board of Plumbing Examiners. plumbers' apprentices to register with the Board.

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(d) The Board <u>shall</u> [may] recognize, prepare, or implement continuing education programs for licensees <u>and endorsees</u>. [Participation-in-the-programs-is-voluntary:]

SECTION 6. Section 8, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsection (e) to read as follows:

(e) A license holder whose license was eligible for renewal when the license holder retired and who is not actively engaged in the business of plumbing may apply for retired status. The Board

by rule shall adopt procedures and requirements for placing a license on retired status. A license holder on retired status is not required to complete continuing education while the person is on retired status.

SECTION 7. Subsection (e), Section 8A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(e) Each written contract for <u>plumbing</u> services in this state [of--a--licensed--plumber] shall contain the name, mailing address, and telephone number of the Board.

SECTION 8. Section 8B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by Chapter 857, Acts of the 70th Legislature, Regular Session, 1987, is redesignated as Section 8D and amended to read as follows:

Sec. <u>8D</u> [8B]. ENFORCEMENT BY INSPECTOR. In addition to enforcement by the Board, each plumbing inspector <u>shall</u> [may] enforce this Act. <u>This section does not require a municipality to deploy inspectors to enforce this Act other than to require a municipality to issue permits only to master plumbers.</u>

SECTION 9. Subsections (a) and (c), Section 8C, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

(a) A medical gas piping installation endorsement entitles a holder of a master plumber license or journeyman plumber license to install pipe used solely to transport gases used for medical

purposes. A person who holds a medical gas endorsement may inspect medical gas piping installations.

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(c) An endorsement under this section is valid for three years and may be renewed as provided by Board rule [on--or--before February-1,--or-as-provided-by-Section-12A-of-this-Act,-in-the-same manner-as-a-license-renewal-under-Section-12-of-this-Act].

SECTION 10. Subsections (a), (c), (d), and (e), Section 9, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- The Board shall revoke or suspend a license <u>or</u> (a) endorsement, probate a license or endorsement suspension, reprimand a licensee for any violations of this Act or rules of the A violation of this Act shall include but not be limited Board. to: obtaining a license or endorsement through error or fraud; having wilfully, negligently or arbitrarily violated municipal rules or ordinances regulating sanitation, drainage and plumbing; knowingly making a substantial misrepresentation of services to be provided or which have been provided; or making any false promise with intent to influence, persuade, or induce an individual to contract for services. Any person whose license or endorsement has been revoked may, after the expiration of one year from the date of such revocation, but not before, apply to the Board for new license or endorsement.
- (c) If the Board proposes to refuse a person's application for a license or endorsement [licensure] or to suspend or revoke a

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person's license <u>or endorsement</u>, the person is entitled to a hearing before the Board. Grounds for suspension or revocation of a license <u>or endorsement</u> due to suspected incompetence or wilful violation by a licensee may be determined through retesting procedures.

- (d) Proceedings for the refusal, suspension, or revocation of a license or endorsement are governed by the Administrative Procedure and Texas Register Act, as amended (Article 6252-13a, Vernon's Texas Civil Statutes).
- (e) A person commits an offense if the person knowingly violates this Act or a rule adopted under this Act, engages in activities for which a license or endorsement is required without a license or endorsement issued under this Act, or employs an unlicensed or unendorsed person to engage in activities for which a license or endorsement is required by this Act. An offense under this subsection is a Class C misdemeanor.

SECTION 11. Section 12, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

Sec. 12. LICENSES; RENEWALS. (a) A license or endorsement [bicenses] issued by the Board shall be valid throughout the state, but shall not be assignable or transferable. A license [The-Board shall-forward-to-the-local-Board-of-Health;-if-there-be-one;-of each-town;-or-to-the-other-authority-having-control-of-the enforcement-of-regulations-relative-to-plumbing-in-each-town;-the

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names-and-addresses-of-all--persons--in--such--town--to--whom--such licenses-have-been-granted.--bicenses] shall be issued for one year and may be renewed annually [on--or--before-February-1st-or-as provided-by-Section-12A-of-this-Act-upon-payment--of--the--required fee]. The Board may adopt rules under which licenses and endorsements expire on various dates throughout the year.

- (b) A person who has complied with the continuing education requirement of Section 12B of this Act may renew an unexpired license or endorsement by paying the required renewal fee to the Board before the expiration date of the license or endorsement.
- (c) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for 90 days or less may renew the license or endorsement by paying to the Board the required renewal fee and a fee that is one-half of the examination fee for the license or endorsement.
- (d) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for longer than 90 days but less than two years may renew the license or endorsement by paying to the Board all unpaid renewal fees and a fee that is equal to the examination fee for a [the] license.
- (e) If a person's license <u>or endorsement</u> has been expired for two years or longer, the person may not renew the license <u>or endorsement</u>. The person may obtain a new license <u>or endorsement</u> by

submitting to reexamination and complying with the requirements and procedures for obtaining an original license or endorsement.

- (f) At least 30 days before the expiration of a person's license or endorsement, the Board shall send written notice of the impending license or endorsement expiration to the person at the licensee's last known address according to the records of the Board. The licensee shall notify the Board of any change of the person's name or address not later than the 30th day after the date of the change.
- SECTION 12. Subsections (a) and (d), Section 12B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:
- (a) A person holding a license <u>or endorsement</u> under this Act must complete at least six hours of continuing professional education each license year. Three of the six hours required must be in the subjects of health protection, energy conservation, and water conservation.
- (d) A person holding a license <u>or endorsement</u> under this Act [who--lives--in-a-county-having-no-city-with-a-population-in-excess of-100,000] may fulfill the continuing professional education requirement of this section through a correspondence course <u>as provided by Board rule</u>.
- SECTION 13. Subsection (a), Section 14, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

S.B. No. 805

(a) No person, whether as a master plumber, journeyman plumber, or otherwise, shall engage in, work at, or conduct the business of plumbing in this state or serve as a plumbing inspector herein defined, except as herein specifically exempted from the provisions of this Act, unless such person is the holder of a valid shall be license or endorsement as provided for by this Act. Ιt unlawful for any person, firm, or corporation to engage in or work at the business of installing plumbing and doing plumbing work except as specifically herein provided unless such installation of plumbing or plumbing work be under the active supervision and control of a plumber licensed under this Act. A license holder may not act as a water supply protection specialist unless the license holder has the appropriate license endorsement under Section 11A or 11B of this Act.

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SECTION 14. Section 15, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsections (d), (e), and (f) to read as follows:

- (d) A person holding a master plumber's license may not act as a master plumber unless the master plumber has submitted to the Board a certificate of insurance that meets the requirements of Subsection (c) of this section.
- (e) A municipal utility district having boundaries that overlap the boundaries of a municipality is the controlling jurisdiction and is the only entity that may perform required plumbing inspections in an area located in both the municipal

utility district and the municipality. A municipality may perform its own inspection under this subsection if the inspection performed by the municipal utility district responsible for conducting the inspection is not performed by a state-licensed plumbing inspector or if the municipality has inspection standards that are stricter than the municipal utility district's standards.

(f) A municipal utility district or municipality performing a plumbing inspection in an area in which the boundaries of those entities overlap may only collect an inspection permit fee if the entity is entitled to perform the inspection under Subsection (e) of this section.

SECTION 15. Section 12A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is repealed.

SECTION 16. (a) Except as otherwise provided by this section, this Act takes effect September 1, 1997.

- (b) The Texas State Board of Plumbing Examiners shall adopt rules under Subsection (d), Section 5, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, and rules that implement the continuing education programs required by Section 12B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, not later than February 1, 1998.
- (c) A person performing plumbing services who must obtain a license because of the changes made by this Act to Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil

Statutes), is not required to obtain a master or journeyman plumber license to perform those functions until February 1, 1998.

(d) A master plumber who holds a license on the effective date of this Act is not required to obtain a certificate of insurance under Subsection (d), Section 15, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by this Act, until February 1, 1998.

SECTION 17. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

# LEGISLATIVE BUDGET BOARD Austin, Texas

### FISCAL NOTE 75th Regular Session

March 28, 1997

To:

Honorable Kenneth Armbrister, Chair

Committee on State Affairs

Senate

Austin, Texas

IN RE: Senate Bill No. 805, Committee Report 1st House,

Substituted

By: Brown

From: John Keel, Director

In response to your request for a Fiscal Note on SB805 (relating to the regulation of the practice of plumbing.) this office has determined the following:

### Biennial Net Impact to General Revenue Funds by SB805-Committee Report 1st House, Substituted

Implementing the provisions of the bill would result in a net impact of \$0 to General Revenue Related Funds through the biennium ending August 31, 1999.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

### **Fiscal Analysis**

This bill would amend the Plumbing License Law by deleting Section 3(b) which allows unlicensed plumbers to perform work in incorporated areas and unincorporated areas of the state with populations of less than 5,000 persons. Deleting this section would expand the Board of Plumbing Examiners' jurisdiction and increase the agency's licensing and enforcement workloads. Six new FTEs (one Attorney, one Examination Employee, three Field Representatives, and one Administrative Technician) would be needed, along with associated overhead, training, and computer costs. Also, the Attorney and Field Representatives would require extensive travel (the Attorney to county courts and the Field Representatives to construction sites) so costs for cars, travel and telephones are included.

New costs to implement the provisions of this bill would be \$439,291 in FY 1998, \$367,291 in FY 1999 and \$336,291 in FYs 2000, 2001, and 2002. FY 1999 costs are slightly higher than later years due to the phasing in of computer purchases over a two year (FY 1998 and 1999) period. However, all of these costs would be covered by revenue gained from an increased number of licenses issued, an increase in administrative penalties from enhanced enforcement efforts, and, if needed, an overall increase in the agency's license and examination fees.

This bill would amend other sections of the Plumbing License Law, but would cause no additional fiscal impact to the State.

### Methodology

Deletion of Section 3(b) of the Plumbing License Law would increase the number of

persons served by the law by approximately 50%. Licensing and enforcement workload increases to implement the provisions of the bill were calculated accordingly. It is assumed that all new costs would be covered by the following:

- (1) An increase in revenue from license fees, due to an increase in the number of plumbers required to be licensed;
- (2) An increase in administrative penalties from enhanced enforcement efforts; and,
- (3) An overall increase in license and examination fees, if necessary.

The probable fiscal implications of implementing the provisions of the bill during each of the first five years following passage is estimated as follows:

### Five Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 0001	Probable Revenue Gain/(Loss) from General Revenue Fund 0001	Change in Number of State Employees from FY 1997
1998	(\$439,291)	\$439,291	6.0
1999	(367,291)	367,291	6.0
2000	(336,291)		6.0
2001	(336,291)	336,291	6.0
2002	(336,291)	336,291	6.0

### Net Impact on General Revenue Related Funds:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
1998	-\$0
1999	0
2000	0
2001	0
2002	0

Similar annual fiscal implications would continue as long as the provisions of the bill are in effect.

The provisions of this bill may create some fiscal impact to municipalities and municipal utility districts (MUDs). Section 14(e) of the bill allows a MUD with boundaries that overlap those of a municipality to be the controlling jurisdiction over plumbing inspections if the MUD has stricter plumbing standards than the municipality and the inspection is performed by a state-licensed plumber. Accordingly, some MUDs may experience an increase in plumbing inspections and related revenues from inspection permit fees. Conversely, some municipalities may experiences a decrease in plumbing inspections and fee revenue. However, municipalities with stricter plumbing standards than MUDs may experience an increase in the number of plumbing inspections performed. It is assumed that any increase in costs would be offset by an increase in inspection permit fees as allowed under Section 14(f) of the bill.

Source:

Agencies:

LBB Staff: JK, JD, BK

# LEGISLATIVE BUDGET BOARD Austin, Texas

# FISCAL NOTE 75th Regular Session

March 24, 1997

To:

Honorable Kenneth Armbrister, Chair

Committee on State Affairs

Senate

Austin, Texas

IN RE: Senate Bill No. 805

By: Brown

From: John Keel, Director

In response to your request for a Fiscal Note on SB805 (Relating to the regulation of the practice of plumbing.) this office has determined the following:

### Biennial Net Impact to General Revenue Funds by SB805-As Introduced

Implementing the provisions of the bill would result in a net impact of \$0 to General Revenue Related Funds through the biennium ending August 31, 1999.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

### **Fiscal Analysis**

This bill would amend the Plumbing License Law by deleting Section 3(b) which allows unlicensed plumbers to perform work in incorporated areas and unincorporated areas of the state with populations of less than 5,000 persons. Deleting this section would expand the Board of Plumbing Examiners' jurisdiction and increase the agency's licensing and enforcement workloads. Six new FTEs (one Attorney, one Examination Employee, three Field Representatives, and one Administrative Technician) would be needed, along with associated overhead, training, and computer costs. Also, the Attorney and Field Representatives would require extensive travel (the Attorney to county courts and the Field Representatives to construction sites) so costs for cars, travel and telephones are included.

New costs to implement the provisions of this bill would be \$439,291 in FY 1998, \$367,291 in FY 1999 and \$336,291 in FYs 2000, 2001, and 2002. FY 1999 costs are slightly higher than later years due to the phasing in of computer purchases over a two year (FY 1998 and 1999) period. However, all of these costs would be covered by revenue gained from an increased number of licenses issued, an increase in administrative penalties from enhanced enforcement efforts, and, if needed, an overall increase in the agency's license and examination fees.

This bill would amend other sections of the Plumbing License Law, but would cause no additional fiscal impact to the State.

### Methodology

Deletion of Section 3(b) of the Plumbing License Law would increase the number of persons served by the law by approximately 50%. Licensing and enforcement workload increases to implement the provisions of the bill were calculated accordingly. It is assumed that all new costs would be covered by the following:

- (1) An increase in revenue from license fees, due to an increase in the number of plumbers required to be licensed;
- (2) An increase in administrative penalties from enhanced enforcement efforts; and,
- (3) An overall increase in license and examination fees, if necessary.

The probable fiscal implications of implementing the provisions of the bill during each of the first five years following passage is estimated as follows:

### Five Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 0001	Probable Revenue Gain/(Loss) from General Revenue Fund 0001	Change in Number of State Employees from FY 1997
1998	(\$439,291)	\$439,291	6.0
1999	(367,291)	367,291	6.0
2000	(336,291)	336,291	6.0
2001	(336,291)	336,291	6.0
2002	(336,291)	336,291	6.0

### Net Impact on General Revenue Related Funds:

The probable fiscal implication to General Revenue related funds during each of the first five years is estimated as follows:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
1998	-\$0
1999	0
2000	0
2001	0
2002	0

Similar annual fiscal implications would continue as long as the provisions of the bill are in effect.

No fiscal implication to units of local government is anticipated.

Source:

Agencies:

LBB Staff: JK, JD, BK

## HOUSE COMMITTEE REPORT

### 1<sup>st</sup> Printing

By Brown
(Lewis of Orange)
Substitute the following for S.B. No. 805:

S.B. No. 805

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C.S.S.B. No. 805

#### A BILL TO BE ENTITLED

1 AN ACT

relating to the regulation of the practice of plumbing; providing penalties.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Sections 2(1), (2), and (5), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

### (1) "Plumbing" means:

fixtures, (A) All piping, appurtenances appliances for supply or recirculation of water, gas, medical gases liquids, and drainage or elimination of sewage, and vacuum, including disposal systems or any combination thereof, for all personal or domestic purposes in and about buildings where a person assemble; all piping, fixtures, persons live. work or appurtenances and appliances outside a building connecting the building with the source of water, gas, medical gases and vacuum, liquid supply, or combinations thereof, on the premises, or the main in the street, alley or at the curb; appurtenances, appliances, drain or waste pipes carrying waste water or sewage from or within a building to the sewer service lateral at the curb or in the street or alley or other disposal or septic terminal holding private or domestic sewage; or the installation, repair, service, and (B)

maintenance of

all piping, fixtures, appurtenances and appliances

in and about buildings where a person or persons live, work or assemble, for a supply of gas, <u>medical gases and vacuum</u>, water, liquids, or any combination thereof, or disposal of waste water or sewage.

- (2) "Master Plumber" means a person who is skilled in the planning, superintending, and the practical installation, repair, and service of plumbing, who secures permits for plumbing work, who [and] is knowledgeable of [familiar-with] the codes, ordinances, or rules and regulations governing those matters, who alone, or through a person or persons under his supervision, performs plumbing work, and who has successfully fulfilled the examinations and requirements of the Board.
- employed by a political subdivision for the purpose of inspecting plumbing work and installations in connection with health and safety laws, [and] ordinances, and plumbing and gas codes, who has no financial or advisory interests in any plumbing company, and who has successfully fulfilled the examinations and requirements of the Board.
- SECTION 2. Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- Sec. 3. ACTS PERMITTED WITHOUT A LICENSE. The following acts, work and conduct shall be expressly permitted without license:
  - (a) Plumbing work done by a property owner in a building owned or occupied by him as his homestead;

(b) Plumbing work done on a single family residential property not connected to a public water system and located outside the municipal limits of any organized city, town or village in this state[7--or-within-any-such-city7-town-or-village-of-less-than-five thousand-(57000)-inhabitants7-unless-required-by-ordinance-in-such city7---town---or--village--of--less--than--five--thousand--(57000) inhabitants];

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Plumbing work done by anyone who is regularly employed as or acting as a maintenance man or maintenance engineer, incidental to and in connection with the business in which he is employed or engaged, and who does not engage in the occupation of a plumber for the general public; construction, installation maintenance work done upon the premises or equipment of a railroad by an employee thereof who does not engage in the occupation of a plumber for the general public; and plumbing work done by persons engaged by any public service company in the laying, maintenance and operation of its service mains or lines to the point of measurement and the installation, alteration, adjustment, repair, removal and renovation of all types of appurtenances, equipment and appliances, including doing all that is necessary to render the appliances useable or serviceable; appliance installation service work done by anyone who is an appliance dealer or employed by an appliance dealer, and acting as an appliance installation man or appliance service man in connecting appliances to existing openings with a code-approved appliance connector [piping--installations]; and water treatment installations, exchanges, services, or repairs. Provided, however, that all work

and service herein named or referred to shall be subject to inspection and approval in accordance with the terms of all state <a href="Laws and">Laws and</a> local valid city or municipal ordinances;

- (d) Plumbing work done by a licensed irrigator or licensed installer when working and licensed under Chapter 197, Acts of the 66th Legislature, Regular Session, 1979 (Article 8751, Vernon's Texas Civil Statutes). A person holding a valid license from the Texas State Board of Plumbing Examiners shall not be required to be licensed by any other board or agency when installing or working on a lawn irrigation system;
- (e) <u>LPG system</u> [Plumbing] work done by an LP Gas installer when working and licensed under Chapter 113, Natural Resources Code, as amended;
- (f) Water well drilling work done by a well driller who is licensed under Chapter 32, Water Code.
- SECTION 3. Section 3A(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- (a) The Commissioner of Health or his designee shall certify persons as being qualified for the installation, exchange, servicing, and repair of residential water treatment facilities [as defined-by-Subsection-(g)-of-Section-2-of--this--Act]. The Texas Board of Health shall set standards for certification to ensure the public health and to protect the public from unqualified persons engaging in activities relating to water treatment. Nothing in this section shall be construed to require that persons licensed pursuant to this Act are subject to certification under this

section.

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SECTION 4. Section 4(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

- The Texas State Board of Plumbing Examiners consist of nine members, each of whom shall be a citizen of the United States and a resident of this state. Members of the Board their successors shall be appointed by the Governor and confirmed by the Senate, and shall hold office for terms of years, or until their successors are appointed and have qualified. Appointments to the Board shall be made without regard to the race, creed, sex, religion, or national origin of the appointees. member of the Board shall have had at least ten years practical experience as a master plumber, one member shall have had at five years practical experience as a journeyman plumber, one member shall be a plumbing contractor with five years experience, one member shall be a licensed professional [sanitary] engineer knowledgeable in the practice of plumbing engineering and design, two members shall be building contractors with five contracting experience (one of whom shall be principally engaged in building and one of whom shall be principally engaged in commercial building), and one member shall have had at least five years practical experience as a plumbing inspector. Two members must be representatives of the general public. A person eligible for appointment as a public member if the person or the person's spouse:
  - (1) is licensed by an occupational regulatory agency

in the building construction industry;

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- (2) is employed by or participates in the management of an agency or business entity related to the building construction industry; or
- (3) has, other than as a consumer, a financial interest in a business entity related to the building construction industry.
- SECTION 5. Sections 5(a) and (d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:
- The Board shall administer the provisions of this Act. (a) The Board shall formally elect a chairman and a secretary from members and may adopt such rules as it deems necessary for the orderly conduct and enforcement of its affairs. The Board hereby authorized and empowered to employ, promote and discharge such assistants and employees as it may deem necessary to properly carry out the intent and purpose of this Act, and to fix and pay their compensation and salaries and to provide for their duties and the terms of their employment. A majority of the Board shall constitute a quorum for the transaction of business. The Board shall have a seal which shall be judicially noticed. The Board shall keep records of all proceedings and actions by and before the The Board is hereby authorized, empowered and directed to prescribe, amend and enforce all rules and regulations necessary to carry out this Act. The Board shall appoint an employee or employees thereof, with the power of removal, as a plumbing examiner or examiners, whose duties shall be to examine, to

their fitness and qualifications, all persons applying to the Board for licenses to engage in the business, trade or calling of a master plumber or a journeyman plumber or to serve as a plumbing inspector, and to promptly certify the result thereof to said State Board of Plumbing Examiners. The Board by rule may require plumbers' apprentices to register with the Board.

- (d) The Board <u>shall</u> [may] recognize, prepare, or implement continuing education programs for licensees <u>and endorsees</u>.

  [Participation-in-the-programs-is-voluntary:]
- SECTION 6. Section 8, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsection (e) to read as follows:
- when the license holder retired and who is not actively engaged in the business of plumbing may apply for retired status. The Board by rule shall adopt procedures and requirements for placing a license on retired status. A license holder on retired status is not required to complete continuing education while the person is on retired status.
- SECTION 7. Section 8A(e), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- (e) Each written contract for <u>plumbing</u> services in this state [of-a-licensed--plumber] shall contain the name, mailing address, and telephone number of the Board.
- SECTION 8. Sections 8C(a) and (c), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to

### read as follows:

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- (a) A medical gas piping installation endorsement entitles a holder of a master plumber license or journeyman plumber license to install pipe used solely to transport gases used for medical purposes. A plumbing inspector who holds a medical gas endorsement may inspect medical gas piping installations.
- (c) An endorsement under this section is valid for three years and may be renewed as provided by Board rule [on--or--before February-17--or-as-provided-by-Section-12A-of-this-Act7-in-the-same manner-as-a-license-renewal-under-Section-12-of-this-Act].
- SECTION 9. Sections 9(a), (c), (d), and (e), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:
- The Board shall revoke or suspend a license or endorsement, probate a license or endorsement suspension, reprimand a licensee for any violations of this Act or rules of the Board. A violation of this Act shall include but not be limited to: obtaining a license or endorsement through error or having wilfully, negligently or arbitrarily violated municipal rules or ordinances regulating sanitation, drainage and plumbing; knowingly making a substantial misrepresentation of services to be provided or which have been provided; or making any false promise with intent to influence, persuade, or induce an individual to contract for services. Any person whose license or endorsement has been revoked may, after the expiration of one year from the date of such revocation, but not before, apply to the Board for new license or endorsement.

(c) If the Board proposes to refuse a person's application for a license or endorsement [licensure] or to suspend or revoke a person's license or endorsement, the person is entitled to a hearing before the Board. Grounds for suspension or revocation of a license or endorsement due to suspected incompetence or wilful violation by a licensee may be determined through retesting procedures.

- (d) Proceedings for the refusal, suspension, or revocation of a license or endorsement are governed by the Administrative Procedure and Texas Register Act, as amended (Article 6252-13a, Vernon's Texas Civil Statutes).
- (e) A person commits an offense if the person knowingly violates this Act or a rule adopted under this Act, engages in activities for which a license or endorsement is required without a license or endorsement issued under this Act, or employs an unlicensed or unendorsed person to engage in activities for which a license or endorsement is required by this Act. An offense under this subsection is a Class C misdemeanor.
- SECTION 10. Section 12, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
- Sec. 12. LICENSES; RENEWALS. (a) A license or endorsement [bicenses] issued by the Board shall be valid throughout the state, but shall not be assignable or transferable. A license [The-Board shall-forward-to-the-local-Board-of-Health,-if-there-be-one,-of each-town,-or-to-the-other-authority-having-control-of-the enforcement-of-regulations-relative-to-plumbing-in-each-town,-the

names-and-addresses-of-all--persons--in--such--town--to--whom--such licenses-have-been-granted:--bicenses] shall be issued for one year and may be renewed annually [on--or--before-February-1st-or-as provided-by-Section-12A-of-this-Act-upon-payment--of--the--required fee]. The Board may adopt rules under which licenses and endorsements expire on various dates throughout the year.

- (b) A person who has complied with the continuing education requirement of Section 12B of this Act may renew an unexpired license or endorsement by paying the required renewal fee to the Board before the expiration date of the license or endorsement.
- (c) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for 90 days or less may renew the license or endorsement by paying to the Board the required renewal fee and a fee that is one-half of the examination fee for the license or endorsement.
- (d) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for longer than 90 days but less than two years may renew the license or endorsement by paying to the Board all unpaid renewal fees and a fee that is equal to the examination fee for a [the] license.
- (e) If a person's license <u>or endorsement</u> has been expired for two years or longer, the person may not renew the license <u>or endorsement</u>. The person may obtain a new license <u>or endorsement</u> by submitting to reexamination and complying with the requirements and procedures for obtaining an original license <u>or endorsement</u>.

(f) At least 30 days before the expiration of a person's license or endorsement, the Board shall send written notice of the impending license or endorsement expiration to the person at the licensee's last known address according to the records of the Board. The licensee shall notify the Board of any change of the person's name or address not later than the 30th day after the date of the change.

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SECTION 11. Sections 12B(a) and (d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- (a) A person holding a license <u>or endorsement</u> under this Act must complete at least six hours of continuing professional education each license year. Three of the six hours required must be in the subjects of health protection, energy conservation, and water conservation.
- (d) A person holding a license <u>or endorsement</u> under this Act [who-lives-in-a-county-having-no-city-with-a-population--in--excess of--1007000] may fulfill the continuing professional education requirement of this section through a correspondence course <u>as</u> provided by Board rule.

SECTION 12. Section 14(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) No person, whether as a master plumber, journeyman plumber, or otherwise, shall engage in, work at, or conduct the business of plumbing in this state or serve as a plumbing inspector as herein defined, except as herein specifically exempted from the

C.S.S.B. No. 805

provisions of this Act, unless such person is the holder of a valid license or endorsement as provided for by this Act. It shall be unlawful for any person, firm, or corporation to engage in or work at the business of installing plumbing and doing plumbing work except as specifically herein provided unless such installation of plumbing or plumbing work be under the active supervision and control of a plumber licensed under this Act. A license holder may not act as a water supply protection specialist unless the license holder has the appropriate license endorsement under Section 11A or 11B of this Act.

SECTION 13. Section 15, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsections (d), (e), and (f) to read as follows:

- (d) A person holding a master plumber's license may not act as a master plumber unless the master plumber has submitted to the Board a certificate of insurance that meets the requirements of Subsection (c) of this section.
- (e) A municipal utility district having boundaries that overlap the boundaries of a municipality is the controlling jurisdiction and is the only entity that may perform required plumbing inspections in an area located in both the municipal utility district and the municipality. A municipality may perform its own inspection under this subsection if the inspection performed by the municipal utility district responsible for conducting the inspection is not performed by a state-licensed plumbing inspector or if the municipal utility district's standards that are stricter than the municipal utility district's standards.

(f) A municipal utility district or municipality performing a plumbing inspection in an area in which the boundaries of those entities overlap may only collect an inspection permit fee if the entity is entitled to perform the inspection under Subsection (e) of this section.

- SECTION 14. Section 12A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is repealed.
- SECTION 15. (a) Except as otherwise provided by this section, this Act takes effect September 1, 1997.
- (b) The Texas State Board of Plumbing Examiners shall adopt rules under Section 5(d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, and rules that implement the continuing education programs required by Section 12B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, not later than February 1, 1998.
- (c) A person performing plumbing services who must obtain a license because of the changes made by this Act to Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is not required to obtain a master or journeyman plumber license to perform those functions until February 1, 1998.
- (d) A master plumber who holds a license on the effective date of this Act is not required to obtain a certificate of insurance under Section 15(d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by this Act, until February 1, 1998.
  - SECTION 16. The importance of this legislation and the

C.S.S.B. No. 805

crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

## **COMMITTEE REPORT**

The Honorable James E. "Pete" Laney Speaker of the House of Representatives

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\_ absent

4/28/97

We, your COMMITTEE ON LICENSING AND ADMINISTRATIVE PROCEDURES to whom was referred	Sir:				
( ) do pass, without amendment. ( ) do pass, with amendment(s). ( ) do pass and be not printed; a Complete Committee Substitute is recommended in lieu of the original measure. ( ) yes ( ) no A fiscal note was requested. ( ) yes ( ) no A criminal justice policy impact statement was requested. ( ) yes ( ) no An equalized educational funding impact statement was requested. ( ) yes ( ) no An actuarial analysis was requested. ( ) yes ( ) no A water development policy impact statement was requested. ( ) yes ( ) no A tax equity note was requested. ( ) The Committee recommends that this measure be sent to the Committee on Local and Consent Calendars.  For Senate Measures: House Sponsor	We, your COMMITTEE ON LICE	ENSING AND ADMINIS	STRATIVE PROCED	URES	
( ) do pass, with amendment(s).  ( ×) do pass and be not printed; a Complete Committee Substitute is recommended in lieu of the original measure.  ( ×) yes ( ) no A fiscal note was requested.  ( ) yes (×) no A criminal justice policy impact statement was requested.  ( ) yes (×) no An equalized educational funding impact statement was requested.  ( ) yes (×) no An actuarial analysis was requested.  ( ) yes (×) no A water development policy impact statement was requested.  ( ) yes (×) no A tax equity note was requested.  ( ) The Committee recommends that this measure be sent to the Committee on Local and Consent Calendars.  For Senate Measures: House Sponsor		<u>58 805</u> nat it	have had th	ne same under consid	eration and beg to report
( ) yes (X) no A criminal justice policy impact statement was requested. ( ) yes (X) no An equalized educational funding impact statement was requested. ( ) yes (X) no An actuarial analysis was requested. ( ) yes (X) no A water development policy impact statement was requested. ( ) yes (X) no A tax equity note was requested. ( ) The Committee recommends that this measure be sent to the Committee on Local and Consent Calendars.  For Senate Measures: House Sponsor	( ) do pass, with amendment(s)	).	e Substitute is recom	mended in lieu of the	original measure.
( ) yes (X) no An equalized educational funding impact statement was requested. ( ) yes (X) no An actuarial analysis was requested. ( ) yes (X) no A water development policy impact statement was requested. ( ) yes (X) no A tax equity note was requested. ( ) The Committee recommends that this measure be sent to the Committee on Local and Consent Calendars.  For Senate Measures: House Sponsor	(X) yes ( ) no A fiscal note	was requested.			
( ) yes (X) no An actuarial analysis was requested. ( ) yes (X) no A water development policy impact statement was requested. ( ) yes (X) no A tax equity note was requested. ( ) The Committee recommends that this measure be sent to the Committee on Local and Consent Calendars.  For Senate Measures: House Sponsor	( ) yes (X) no A criminal ju	stice policy impact stat	ement was requeste	d.	
( ) yes (X) no A water development policy impact statement was requested. ( ) yes (X) no A tax equity note was requested. ( ) The Committee recommends that this measure be sent to the Committee on Local and Consent Calendars.  For Senate Measures: House Sponsor	( ) yes (X) no An equalized	l educational funding ir	npact statement was	requested.	
( ) yes ( ) no A tax equity note was requested.  ( ) The Committee recommends that this measure be sent to the Committee on Local and Consent Calendars.  For Senate Measures: House Sponsor	( ) yes (X) no An actuarial	analysis was requested	d.		
( ) The Committee recommends that this measure be sent to the Committee on Local and Consent Calendars.  For Senate Measures: House Sponsor	( ) yes (X) no A water deve	elopment policy impact	statement was requ	ested.	
For Senate Measures: House Sponsor  Joint Sponsors:  Co-Sponsors:  The measure was reported from Committee by the following vote:  AYE  NAY  PNV  ABSENT  Kubiak, Vice-chair  Goolsby  Haggerty	( ) yes (X) no A tax equity	note was requested.			
Joint Sponsors: / / /  Co-Sponsors: / / /  The measure was reported from Committee by the following vote:  AYE NAY PNV ABSENT  Wilson, Chair X			A 1	ee on Local and Conse	ent Calendars.
Co-Sponsors:  The measure was reported from Committee by the following vote:  AYE NAY PNV ABSENT  Wilson, Chair  Kubiak, Vice-chair  Goolsby  Haggerty	For Senate Measures: House S	ponsor <u>LWI</u>	s, KON	<del></del>	
Co-Sponsors:  The measure was reported from Committee by the following vote:  AYE NAY PNV ABSENT  Wilson, Chair  Kubiak, Vice-chair  Goolsby  Haggerty	Joint Sponsors:	,	,	,	
AYE NAY PNV ABSENT  Wilson, Chair  Kubiak, Vice-chair  Goolsby  Haggerty	•				
AYE NAY PNV ABSENT  Wilson, Chair  Kubiak, Vice-chair  Goolsby  Haggerty					
Wilson, Chair  Kubiak, Vice-chair  Goolsby  Haggerty	The measure was reported from	Committee by the follo	wing vote:		
Kubiak, Vice-chair  Goolsby  Haggerty		AYE	NAY	PNV	ABSENT
Goolsby X Haggerty X		<u> </u>			
Haggerty		<u> </u>			
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Hamric   X		<del>\</del>			
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Jones, D.		<del></del>			
Pickett X		+ 5			
Torres X		<del> </del>	****		
Yarbrough	Yarbrough				
			<u> </u>		
Total  9 aye 0 nay CHAIR		nay		Wilson	

# LEGISLATIVE BUDGET BOARD Austin, Texas

# FISCAL NOTE 75th Regular Session

May 6, 1997

To:

Honorable Ron Wilson, Chair

Committee on Licensing & Administrative

**Procedures** 

House

Austin, Texas

IN RE: Senate Bill No. 805,

As Engrossed

By: Brown

From: John Keel, Director

In response to your request for a Fiscal Note on SB805 (relating to the regulation of plumbing; providing penalties) this office has determined the following:

### Biennial Net Impact to General Revenue Funds by SB805-As Engrossed

Implementing the provisions of the bill would result in a net impact of \$0 to General Revenue Related Funds through the biennium ending August 31, 1999.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

### **Fiscal Analysis**

This bill would amend the Plumbing License Law to require the Board of Plumbing Examiners to license plumbers who perform work in certain unincorporated areas of the state and in incorporated areas with populations of more than 1,000 persons. This would expand the Board of Plumbing Examiners' jurisdiction and increase the agency's licensing and enforcement workloads. Six new FTEs (one Attorney, one Examination Employee, three Field Representatives, and one Administrative Technician) would be needed, along with associated overhead, training, and computer costs. Also, the Attorney and Field Representatives would require extensive travel (the Attorney to county courts and the Field Representatives to construction sites) so costs for cars, travel and telephones are included.

New costs to implement the provisions of this bill would be \$439,291 in FY 1998,

\$367,291 in FY 1999 and \$336,291 in FYs 2000, 2001, and 2002. FY 1999 costs are slightly higher than later years due to the phasing in of computer purchases over a two year (FY 1998 and 1999) period. However, all of these costs would be covered by revenue gained from an increased number of licenses issued, an increase in administrative penalties from enhanced enforcement efforts, and, if needed, an overall increase in the agency's license and examination fees.

This bill would amend other sections of the Plumbing License Law, but would cause no additional fiscal impact to the State.

## Methodology

Implementing the provisions of the bill would increase the number of persons served by the law by approximately 50%. Licensing and enforcement workload increases to implement the provisions of the bill were calculated accordingly. It is assumed that all new costs would be covered by the following:

- (1) An increase in revenue from license fees, due to an increase in the number of plumbers required to be licensed;
- (2) An increase in administrative penalties from enhanced enforcement efforts; and,
- (3) An overall increase in license and examination fees, if necessary.

The probable fiscal implications of implementing the provisions of the bill during each of the first five years following passage is estimated as follows:

## Five Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 0001	Probable Revenue Gain/(Loss) from General Revenue Fund 0001	Change in Number of State Employees from FY 1997
1998	(\$439,291)	\$439,291	6.0
1999	(367,291)	367,291	6.0
2000	(336,291)	336,291	6.0
2001	(336,291)	336,291	6.0
2002	(336,291)	336,291	6.0

#### **Net Impact on General Revenue Related Funds:**

The probable fiscal implication to General Revenue related funds during each of the first five years is estimated as follows:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
1998	\$0
1999	0
2000	0
2001	0
2002	0

Similar annual fiscal implications would continue as long as the provisions of the bill are in effect.

The provisions of this bill may create some fiscal impact to municipalities and municipal utility districts (MUDs). Section 14(e) of the bill allows a MUD with boundaries that overlap those of a municipality to be the controlling jurisdiction over plumbing inspections if the MUD has stricter plumbing standards than the municipality and the inspection is performed by a state-licensed plumber. Accordingly, some MUDs may experience an increase in plumbing inspections and related revenues from inspection permit fees. Conversely, some municipalities may experiences a decrease in plumbing inspections and fee revenue. However, municipalities with stricter plumbing standards than MUDs may experience an increase in the number of plumbing inspections performed. It is assumed that any increase in costs would be offset by an increase in inspection permit fees as allowed under Section 14(f) of the bill.

Source:

Agencies:

LBB Staff: JK, TH, BK



## LEGISLATIVE BUDGET BOARD Austin, Texas

# FISCAL NOTE 75th Regular Session

April 30, 1997

To:

Honorable Ron Wilson, Chair

Committee on Licensing & Administrative

**Procedures** 

House

Austin, Texas

IN RE: Senate Bill No. 805,

Committee Report 2nd House,

Substituted

By: Brown

From: John Keel, Director

In response to your request for a Fiscal Note on SB805 (relating to the regulation of the practice of plumbing; providing penalties.) this office has determined the following:

# Biennial Net Impact to General Revenue Funds by SB805-Committee Report 2nd House, Substituted

Implementing the provisions of the bill would result in a net impact of \$0 to General Revenue Related Funds through the biennium ending August 31, 1999.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

## **Fiscal Analysis**

This bill would amend the Plumbing License Law by deleting the portion of Section 3(b) which allows unlicensed plumbers to perform work in incorporated areas and unincorporated areas of the state with populations of less than 5,000 persons. Deleting this portion of the section would expand the Board of Plumbing Examiners' jurisdiction and increase the agency's licensing and enforcement workloads. Six new FTEs (one Attorney, one Examination Employee, three Field Representatives, and one Administrative Technician) would be needed, along with associated overhead, training, and computer costs. Also, the Attorney and Field Representatives would require extensive travel (the Attorney to county courts and the Field Representatives to construction sites) so costs for cars, travel and telephones are included.

New costs to implement the provisions of this bill would be \$439,291 in FY 1998, \$367,291 in FY 1999 and \$336,291 in FYs 2000, 2001, and 2002. FY 1999 costs are slightly higher than later years due to the phasing in of computer purchases over a two year (FY 1998 and 1999) period. However, all of these costs would be covered by revenue gained from an increased number of licenses issued, an increase in administrative penalties from enhanced enforcement efforts, and, if needed, an overall increase in the agency's license and examination fees.

This bill would amend other sections of the Plumbing License Law, but would cause no additional fiscal impact to the State.

## Methodology

Implementing the provisions of the bill would increase the number of persons served by the law by approximately 50%. Licensing and enforcement workload increases to implement the provisions of the bill were calculated accordingly. It is assumed that all new costs would be covered by the following:

- (1) An increase in revenue from license fees, due to an increase in the number of plumbers required to be licensed;
- (2) An increase in administrative penalties from enhanced enforcement efforts; and,
- (3) An overall increase in license and examination fees, if necessary.

The probable fiscal implications of implementing the provisions of the bill during each of the first five years following passage is estimated as follows:

## Five Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 0001	Probable Revenue Gain/(Loss) from General Revenue Fund 0001	Change in Number of State Employees from FY 1997
1998	(\$439,291)	\$439,291	6.0
1999	(367,291)	367,291	6.0
2000	(336,291)	336,291	6.0
2001	(336,291)	336,291	6.0
2002	(336,291)	336,291	6.0

## Net Impact on General Revenue Related Funds:

		The second secon	
i I	Fiscal Year	Probable Net Positive/(Negative)	1
		Impact to General Revenue Related	
i		Funds	

1998	\$0
1999	0
2000	0
2001	0
2002	0

Similar annual fiscal implications would continue as long as the provisions of the bill are in effect.

The provisions of this bill may create some fiscal impact to municipalities and municipal utility districts (MUDs). Section 13(e) of the bill allows a MUD with boundaries that overlap those of a municipality to be the controlling jurisdiction over plumbing inspections if the MUD has stricter plumbing standards than the municipality and the inspection is performed by a state-licensed plumber. Accordingly, some MUDs may experience an increase in plumbing inspections and related revenues from inspection permit fees. Conversely, some municipalities may experiences a decrease in plumbing inspections and fee revenue. However, municipalities with stricter plumbing standards than MUDs may experience an increase in the number of plumbing inspections performed. It is assumed that any increase in costs would be offset by an increase in inspection permit fees as allowed under Section 13(f) of the bill.

Source:

Agencies:

LBB Staff: JK, TH, JD, BK

# LEGISLATIVE BUDGET BOARD Austin, Texas

# FISCAL NOTE 75th Regular Session

March 28, 1997

To:

Honorable Kenneth Armbrister, Chair

Committee on State Affairs

Senate

Austin, Texas

IN RE: Senate Bill No. 805, Committee Report 1st House,

Substituted

By: Brown

From: John Keel, Director

In response to your request for a Fiscal Note on SB805 (relating to the regulation of the practice of plumbing.) this office has determined the following:

## Biennial Net Impact to General Revenue Funds by SB805-Committee Report 1st House, Substituted

Implementing the provisions of the bill would result in a net impact of \$0 to General Revenue Related Funds through the biennium ending August 31, 1999.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

#### **Fiscal Analysis**

This bill would amend the Plumbing License Law by deleting Section 3(b) which allows unlicensed plumbers to perform work in incorporated areas and unincorporated areas of the state with populations of less than 5,000 persons. Deleting this section would expand the Board of Plumbing Examiners' jurisdiction and increase the agency's licensing and enforcement workloads. Six new FTEs (one Attorney, one Examination Employee, three Field Representatives, and one Administrative Technician) would be needed, along with associated overhead, training, and computer costs. Also, the Attorney and Field Representatives would require extensive travel (the Attorney to county courts and the Field Representatives to construction sites) so costs for cars, travel and telephones are included.

New costs to implement the provisions of this bill would be \$439,291 in FY 1998, \$367,291 in FY 1999 and \$336,291 in FYs 2000, 2001, and 2002. FY 1999 costs are slightly higher than later years due to the phasing in of computer purchases over a two year (FY 1998 and 1999) period. However, all of these costs would be covered by revenue gained from an increased number of licenses issued, an increase in administrative penalties from enhanced enforcement efforts, and, if needed, an overall increase in the agency's license and examination fees.

This bill would amend other sections of the Plumbing License Law, but would cause no additional fiscal impact to the State.

#### Methodology

Deletion of Section 3(b) of the Plumbing License Law would increase the number of

persons served by the law by approximately 50%. Licensing and enforcement workload increases to implement the provisions of the bill were calculated accordingly. It is assumed that all new costs would be covered by the following:

- (1) An increase in revenue from license fees, due to an increase in the number of plumbers required to be licensed;
- (2) An increase in administrative penalties from enhanced enforcement efforts; and,
- (3) An overall increase in license and examination fees, if necessary.

The probable fiscal implications of implementing the provisions of the bill during each of the first five years following passage is estimated as follows:

## Five Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 0001	Probable Revenue Gain/(Loss) from General Revenue Fund 0001	Change in Number of State Employees from FY 1997
1998	(\$439,291)	\$439,291	6.0
1999	(367,291)	367,291	6.0
2000	(336,291)	336,291	6.0
2001	(336,291)	336,291	6.0
2002	(336,291)	336,291	6.0

## Net Impact on General Revenue Related Funds:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
1998	-\$0
1999	0
2000	0
2001	0
2002	0

Similar annual fiscal implications would continue as long as the provisions of the bill are in effect.

The provisions of this bill may create some fiscal impact to municipalities and municipal utility districts (MUDs). Section 14(e) of the bill allows a MUD with boundaries that overlap those of a municipality to be the controlling jurisdiction over plumbing inspections if the MUD has stricter plumbing standards than the municipality and the inspection is performed by a state-licensed plumber. Accordingly, some MUDs may experience an increase in plumbing inspections and related revenues from inspection permit fees. Conversely, some municipalities may experiences a decrease in plumbing inspections and fee revenue. However, municipalities with stricter plumbing standards than MUDs may experience an increase in the number of plumbing inspections performed. It is assumed that any increase in costs would be offset by an increase in inspection permit fees as allowed under Section 14(f) of the bill.

Source:

Agencies:

LBB Staff: JK, JD, BK

## LEGISLATIVE BUDGET BOARD Austin, Texas

# FISCAL NOTE 75th Regular Session

March 24, 1997

To:

Honorable Kenneth Armbrister, Chair

Committee on State Affairs

Senate

Austin, Texas

IN RE: Senate Bill No. 805

By: Brown

From: John Keel, Director

In response to your request for a Fiscal Note on SB805 (Relating to the regulation of the practice of plumbing.) this office has determined the following:

## Biennial Net Impact to General Revenue Funds by SB805-As Introduced

Implementing the provisions of the bill would result in a net impact of \$0 to General Revenue Related Funds through the biennium ending August 31, 1999.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

## Fiscal Analysis

This bill would amend the Plumbing License Law by deleting Section 3(b) which allows unlicensed plumbers to perform work in incorporated areas and unincorporated areas of the state with populations of less than 5,000 persons. Deleting this section would expand the Board of Plumbing Examiners' jurisdiction and increase the agency's licensing and enforcement workloads. Six new FTEs (one Attorney, one Examination Employee, three Field Representatives, and one Administrative Technician) would be needed, along with associated overhead, training, and computer costs. Also, the Attorney and Field Representatives would require extensive travel (the Attorney to county courts and the Field Representatives to construction sites) so costs for cars, travel and telephones are included.

New costs to implement the provisions of this bill would be \$439,291 in FY 1998, \$367,291 in FY 1999 and \$336,291 in FYs 2000, 2001, and 2002. FY 1999 costs are slightly higher than later years due to the phasing in of computer purchases over a two year (FY 1998 and 1999) period. However, all of these costs would be covered by revenue gained from an increased number of licenses issued, an increase in administrative penalties from enhanced enforcement efforts, and, if needed, an overall increase in the agency's license and examination fees.

This bill would amend other sections of the Plumbing License Law, but would cause no additional fiscal impact to the State.

#### Methodology

Deletion of Section 3(b) of the Plumbing License Law would increase the number of persons served by the law by approximately 50%. Licensing and enforcement workload increases to implement the provisions of the bill were calculated accordingly. It is assumed that all new costs would be covered by the following:

- (1) An increase in revenue from license fees, due to an increase in the number of plumbers required to be licensed;
- (2) An increase in administrative penalties from enhanced enforcement efforts; and,
- (3) An overall increase in license and examination fees, if necessary.

The probable fiscal implications of implementing the provisions of the bill during each of the first five years following passage is estimated as follows:

## Five Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 0001	Probable Revenue Gain/(Loss) from General Revenue Fund 0001	Change in Number of State Employees from FY 1997
1998	(\$439,291)	\$439,291	6.0
1999	(367,291)	1	6.0
2000	(336,291)		6.0
2001	(336,291)		6.0
2002	(336,291)		6.0

## Net Impact on General Revenue Related Funds:

The probable fiscal implication to General Revenue related funds during each of the first five years is estimated as follows:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
1998	-\$0
1999	0
2000	0
2001	0
2002	0

Similar annual fiscal implications would continue as long as the provisions of the bill are in effect.

No fiscal implication to units of local government is anticipated.

Source:

Agencies:

LBB Staff: JK, JD, BK

### SUMMARY OF COMMITTEE ACTION

SB 805

April 28, 1997 10:30AM
Considered in public hearing
Committee substitute considered in committee
Reported favorably as substituted

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By Blown

5B. No. 805

Substitute the following for 5B. No. 805:

By ARBLOUGH

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c.s.<u>S</u>B. No. <u>805</u>

#### A BILL TO BE ENTITLED

AN ACT

relating to the regulation of the practice of plumbing; providing penalties.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Sections 2(1), (2), and (5), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

#### (1) "Plumbing" means:

(A) All piping, fixtures, appurtenances appliances for supply or recirculation of water, gas, medical gases and vacuum, liquids, and drainage or elimination of sewage, including disposal systems or any combination thereof, for all personal or domestic purposes in and about buildings where a person piping, fixtures, or persons live, work or assemble; all appurtenances and appliances outside a building connecting the building with the source of water, gas, medical gases and vacuum, other liquid supply, or combinations thereof, on the premises, or the main in the street, alley or at the curb; all piping, fixtures, appurtenances, appliances, drain or waste pipes carrying waste water or sewage from or within a building to the sewer service lateral at the curb or in the street or alley or other disposal or septic terminal holding private or domestic sewage; or

(B) the installation, repair, service, and maintenance of all piping, fixtures, appurtenances and appliances

in and about buildings where a person or persons live, work or assemble, for a supply of gas, medical gases and vacuum, water, liquids, or any combination thereof, or disposal of waste water or sewage.

- (2) "Master Plumber" means a person who is skilled in the planning, superintending, and the practical installation, repair, and service of plumbing, who secures permits for plumbing work, who [and] is knowledgeable of [familiar-with] the codes, ordinances, or rules and regulations governing those matters, who alone, or through a person or persons under his supervision, performs plumbing work, and who has successfully fulfilled the examinations and requirements of the Board.
- employed by a political subdivision for the purpose of inspecting plumbing work and installations in connection with health and safety laws, [and] ordinances, and plumbing and gas codes, who has no financial or advisory interests in any plumbing company, and who has successfully fulfilled the examinations and requirements of the Board.
- SECTION 2. Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
  - Sec. 3. ACTS PERMITTED WITHOUT A LICENSE. The following acts, work and conduct shall be expressly permitted without license:
  - (a) Plumbing work done by a property owner in a building owned or occupied by him as his homestead;

- (b) Plumbing work done on a single family residential property not connected to a public water system and located outside the municipal limits of any organized city, town or village in this state[7--or-within-any-such-city7-town-or-village-of-less-than-five thousand-(57000)-inhabitants7-unless-required-by-ordinance-in-such city7---town---or--village--of--less--than--five--thousand--(57000) inhabitants];
- (c) Plumbing work done by anyone who is regularly employed as or acting as a maintenance man or maintenance engineer, incidental to and in connection with the business in which he is employed or engaged, and who does not engage in the occupation of a plumber for the general public; construction, installation and maintenance work done upon the premises or equipment of a railroad by an employee thereof who does not engage in the occupation of a plumber for the general public; and plumbing work done by persons engaged by any public service company in the laying, maintenance and operation of its service mains or lines to the point of measurement and the installation, alteration, adjustment, removal and renovation of all types of appurtenances, equipment and appliances, including doing all that is necessary to render the appliances useable or serviceable; appliance installation and service work done by anyone who is an appliance dealer employed by an appliance dealer, and acting as an appliance installation man or appliance service man in connecting appliances to existing openings with a code-approved appliance connector treatment installations, [piping--installations]; and water exchanges, services, or repairs. Provided, however, that all work

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- and service herein named or referred to shall be subject to inspection and approval in accordance with the terms of all state laws and local valid city or municipal ordinances;
  - (d) Plumbing work done by a licensed irrigator or licensed installer when working and licensed under Chapter 197, Acts of the 66th Legislature, Regular Session, 1979 (Article 8751, Vernon's Texas Civil Statutes). A person holding a valid license from the Texas State Board of Plumbing Examiners shall not be required to be licensed by any other board or agency when installing or working on a lawn irrigation system;
  - (e) <u>LPG system</u> [Plumbing] work done by an LP Gas installer when working and licensed under Chapter 113, Natural Resources Code, as amended;
  - (f) Water well drilling work done by a well driller who is licensed under Chapter 32, Water Code.
  - SECTION 3. Section 3A(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:
  - (a) The Commissioner of Health or his designee shall certify persons as being qualified for the installation, exchange, servicing, and repair of residential water treatment facilities [as defined-by-Subsection-(g)-of-Section-2-of--this--Act]. The Texas Board of Health shall set standards for certification to ensure the public health and to protect the public from unqualified persons engaging in activities relating to water treatment. Nothing in this section shall be construed to require that persons licensed pursuant to this Act are subject to certification under this

section.

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SECTION 4. Section 4(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

- The Texas State Board of Plumbing Examiners shall (a) consist of nine members, each of whom shall be a citizen of the United States and a resident of this state. Members of the Board and their successors shall be appointed by the Governor and confirmed by the Senate, and shall hold office for terms of years, or until their successors are appointed and have qualified. Appointments to the Board shall be made without regard to the race, creed, sex, religion, or national origin of the appointees. member of the Board shall have had at least ten years practical experience as a master plumber, one member shall have had at least five years practical experience as a journeyman plumber, one member shall be a plumbing contractor with five years experience, one member shall be a licensed professional [sanitary] engineer knowledgeable in the practice of plumbing engineering and design, two members shall be building contractors with five contracting experience (one of whom shall be principally engaged in home building and one of whom shall be principally engaged in commercial building), and one member shall have had at least five years practical experience as a plumbing inspector. Two members A person is not must be representatives of the general public. eligible for appointment as a public member if the person or the person's spouse:
  - (1) is licensed by an occupational regulatory agency

in the building construction industry;

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- (2) is employed by or participates in the management of an agency or business entity related to the building construction industry; or
- (3) has, other than as a consumer, a financial interest in a business entity related to the building construction industry.
- SECTION 5. Sections 5(a) and (d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:
- The Board shall administer the provisions of this Act. (a) The Board shall formally elect a chairman and a secretary from members and may adopt such rules as it deems necessary for the orderly conduct and enforcement of its affairs. The Board is hereby authorized and empowered to employ, promote and discharge such assistants and employees as it may deem necessary to properly carry out the intent and purpose of this Act, and to fix and pay their compensation and salaries and to provide for their duties and A majority of the Board the terms of their employment. constitute a quorum for the transaction of business. The Board shall have a seal which shall be judicially noticed. The Board shall keep records of all proceedings and actions by and before the The Board is hereby authorized, empowered and directed to prescribe, amend and enforce all rules and regulations necessary to The Board shall appoint an employee or carry out this Act. employees thereof, with the power of removal, as examiner or examiners, whose duties shall be to examine,

their fitness and qualifications, all persons applying to the Board for licenses to engage in the business, trade or calling of a master plumber or a journeyman plumber or to serve as a plumbing inspector, and to promptly certify the result thereof to said State Board of Plumbing Examiners. The Board by rule may require plumbers' apprentices to register with the Board.

(d) The Board <u>shall</u> [may] recognize, prepare, or implement continuing education programs for licensees <u>and endorsees</u>.

[Participation-in-the-programs-is-voluntary:]

SECTION 6. Section 8, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsection (e) to read as follows:

(e) A license holder whose license was eligible for renewal when the license holder retired and who is not actively engaged in the business of plumbing may apply for retired status. The Board by rule shall adopt procedures and requirements for placing a license on retired status. A license holder on retired status is not required to complete continuing education while the person is on retired status.

SECTION 7. Section 8A(e), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(e) Each written contract for <u>plumbing</u> services in this state [of-a-licensed--plumber] shall contain the name, mailing address, and telephone number of the Board.

SECTION 8. Sections 8C(a) and (c), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to

#### read as follows:

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- (a) A medical gas piping installation endorsement entitles a holder of a master plumber license or journeyman plumber license to install pipe used solely to transport gases used for medical purposes. A plumbing inspector who holds a medical gas endorsement may inspect medical gas piping installations.
- (c) An endorsement under this section is valid for three years and may be renewed as provided by Board rule [on--or--before February-17--or-as-provided-by-Section-12A-of-this-Act7-in-the-same manner-as-a-license-renewal-under-Section-12-of-this-Act].
- SECTION 9. Sections 9(a), (c), (d), and (e), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:
- The Board shall revoke or suspend a license or (a) endorsement, probate a license or endorsement suspension, reprimand a licensee for any violations of this Act or rules of the A violation of this Act shall include but not be limited Board. to: obtaining a license or endorsement through error or having wilfully, negligently or arbitrarily violated municipal rules or ordinances regulating sanitation, drainage and plumbing; knowingly making a substantial misrepresentation of services to be provided or which have been provided; or making any false promise with intent to influence, persuade, or induce an individual to contract for services. Any person whose license or endorsement has been revoked may, after the expiration of one year from the date of such revocation, but not before, apply to the Board for a new license or endorsement.

- 1 (c) If the Board proposes to refuse a person's application
  2 for a license or endorsement [licensure] or to suspend or revoke a
  3 person's license or endorsement, the person is entitled to a
  4 hearing before the Board. Grounds for suspension or revocation of
  5 a license or endorsement due to suspected incompetence or wilful
  6 violation by a licensee may be determined through retesting
  7 procedures.
  - (d) Proceedings for the refusal, suspension, or revocation of a license or endorsement are governed by the Administrative Procedure and Texas Register Act, as amended (Article 6252-13a, Vernon's Texas Civil Statutes).
  - (e) A person commits an offense if the person knowingly violates this Act or a rule adopted under this Act, engages in activities for which a license or endorsement is required without a license or endorsement issued under this Act, or employs an unlicensed or unendorsed person to engage in activities for which a license or endorsement is required by this Act. An offense under this subsection is a Class C misdemeanor.

SECTION 10. Section 12, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

Sec. 12. LICENSES; RENEWALS. (a) A license or endorsement [bicenses] issued by the Board shall be valid throughout the state, but shall not be assignable or transferable. A license [The-Board shall-forward-to-the-local-Board-of-Health; if-there-be-one; of each-town; or the-other-authority-having-control-of-the enforcement-of-regulations-relative-to-plumbing-in-each-town; the

- names-and-addresses-of-all--persons--in--such--town--to--whom--such licenses-have-been-granted.--bicenses] shall be issued for one year and may be renewed annually [on--or--before-February-ist-or-as provided-by-Section-12A-of-this-Act-upon-payment--of--the--required fee]. The Board may adopt rules under which licenses and endorsements expire on various dates throughout the year.
- (b) A person who has complied with the continuing education requirement of Section 12B of this Act may renew an unexpired license or endorsement by paying the required renewal fee to the Board before the expiration date of the license or endorsement.
- (c) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for 90 days or less may renew the license or endorsement by paying to the Board the required renewal fee and a fee that is one-half of the examination fee for the license or endorsement.
- (d) A person who has complied with the continuing education requirement of Section 12B of this Act and whose license or endorsement has been expired for longer than 90 days but less than two years may renew the license or endorsement by paying to the Board all unpaid renewal fees and a fee that is equal to the examination fee for a [the] license.
- (e) If a person's license <u>or endorsement</u> has been expired for two years or longer, the person may not renew the license <u>or endorsement</u>. The person may obtain a new license <u>or endorsement</u> by submitting to reexamination and complying with the requirements and procedures for obtaining an original license <u>or endorsement</u>.

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(f) At least 30 days before the expiration of a person's license or endorsement, the Board shall send written notice of the impending license or endorsement expiration to the person at the licensee's last known address according to the records of the Board. The licensee shall notify the Board of any change of the person's name or address not later than the 30th day after the date of the change.

SECTION 11. Sections 12B(a) and (d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), are amended to read as follows:

- (a) A person holding a license <u>or endorsement</u> under this Act must complete at least six hours of continuing professional education each license year. Three of the six hours required must be in the subjects of health protection, energy conservation, and water conservation.
- (d) A person holding a license or endorsement under this Act [who-lives-in-a-county-having-no-city-with-a-population--in--excess of--1007000] may fulfill the continuing professional education requirement of this section through a correspondence course as provided by Board rule.

SECTION 12. Section 14(a), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended to read as follows:

(a) No person, whether as a master plumber, journeyman plumber, or otherwise, shall engage in, work at, or conduct the business of plumbing in this state or serve as a plumbing inspector as herein defined, except as herein specifically exempted from the

provisions of this Act, unless such person is the holder of a valid license or endorsement as provided for by this Act. It shall be unlawful for any person, firm, or corporation to engage in or work at the business of installing plumbing and doing plumbing work except as specifically herein provided unless such installation of plumbing or plumbing work be under the active supervision and control of a plumber licensed under this Act. A license holder may not act as a water supply protection specialist unless the license holder has the appropriate license endorsement under Section 11A or 11B of this Act.

SECTION 13. Section 15, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is amended by adding Subsections (d), (e), and (f) to read as follows:

- (d) A person holding a master plumber's license may not act as a master plumber unless the master plumber has submitted to the Board a certificate of insurance that meets the requirements of Subsection (c) of this section.
- (e) A municipal utility district having boundaries that overlap the boundaries of a municipality is the controlling jurisdiction and is the only entity that may perform required plumbing inspections in an area located in both the municipal utility district and the municipality. A municipality may perform its own inspection under this subsection if the inspection performed by the municipal utility district responsible for conducting the inspection is not performed by a state-licensed plumbing inspector or if the municipal utility district's standards that are stricter than the municipal utility district's standards.

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(f) A municipal utility district or municipality performing a plumbing inspection in an area in which the boundaries of those entities overlap may only collect an inspection permit fee if the entity is entitled to perform the inspection under Subsection (e) of this section.

SECTION 14. Section 12A, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is repealed.

SECTION 15. (a) Except as otherwise provided by this section, this Act takes effect September 1, 1997.

- (b) The Texas State Board of Plumbing Examiners shall adopt rules under Section 5(d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, and rules that implement the continuing education programs required by Section 12B, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as amended by this Act, not later than February 1, 1998.
- (c) A person performing plumbing services who must obtain a license because of the changes made by this Act to Section 3, The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), is not required to obtain a master or journeyman plumber license to perform those functions until February 1, 1998.
- (d) A master plumber who holds a license on the effective date of this Act is not required to obtain a certificate of insurance under Section 15(d), The Plumbing License Law (Article 6243-101, Vernon's Texas Civil Statutes), as added by this Act, until February 1, 1998.

SECTION 16. The importance of this legislation and the

crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

#### **BILL ANALYSIS**

Senate Research Center

C.S.S.B. 805
By: Brown
State Affairs
3-31-97
Committee Report (Substituted)

#### **DIGEST**

The Plumbing License Law (Article 6243-101, V.T.C.S.) has been amended numerous times, and the State Board of Plumbing Examiners' rules have further changed the regulatory climate under which plumbing is performed in the state. In addition, changes in technology have altered the nature and regulation of plumbing and related practices.

This bill would strengthen oversight of plumbing apprentices, expand the number of consumers protected by the law, and abolish duplicate permitting requirements in areas that are governed by standards established by municipalities and municipal utility districts.

#### **PURPOSE**

As proposed, C.S.S.B. 805 sets forth provisions for the regulation of the practice of plumbing.

## **RULEMAKING AUTHORITY**

Rulemaking authority is granted to the Texas State Board of Plumbing Examiners in SECTIONS 5, 6, 9, and 11 (Sections 5(a), 8(e), 8C(c), and 12(a), Article 6243-101, V.T.C.S.) of this bill.

## **SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Section 2, Article 6243-101, V.T.C.S. (The Plumbing License Law), to redefine "plumbing," "master plumber," and "plumbing inspector."

SECTION 2. Amends Section 3, Article 6243-101, V.T.C.S., to require plumbing work done on a single family residential property not connected to a public water system and located outside the municipal limits of any organized city, town, or village in this state, rather than plumbing work done outside the municipal limits of any organized city, town, or village in this state or within any such city, town or village of less than 5,000 inhabitants, unless required by ordinance on such city, town or village of less than 5,000 inhabitants, to be permitted without license.

SECTION 3. Amends Section 3A(a), Article 6243-101, V.T.C.S., to delete the citation that previously defined the requirement under this section. Makes a conforming and nonsubstantive changes.

SECTION 4. Amends Section 4(a), Article 6243-101, V.T.C.S., to require one member of the Texas State Board of Plumbing Examiners (board) to be a licensed professional, rather than sanitary, engineer knowledgeable in the practice of plumbing engineering and design, among other conditions.

SECTION 5. Amends Sections 5(a) and (d), Article 6243-101, V.T.C.S., to require the board, by rule, to require apprentices to register with the board. Requires, rather than authorizes, the board to recognize, prepare, or implement continuing education programs for licensees and endorsees. Deletes a provision stating that participation in the programs is voluntary.

SECTION 6. Amends Section 8, Article 6243-101, V.T.C.S., to authorize a license holder whose license was eligible for renewal when the license holder retired and who is not actively engaged in the business of plumbing to apply for retired status. Requires the board, by rule, to adopt procedures and requirements for placing a license on retired status. Provides that a license holder on retired status

is not required to complete continuing education while the person is on retired status.

- SECTION 7. Amends Section 8A(e), Article 6243-101, V.T.C.S., to require each written contract for plumbing services in this state, rather than services of a licensed plumber, to contain the name, mailing address, and telephone number of the board.
- SECTION 8. Amends Section 8B, Article 6243-101, V.T.C.S., to redesignate this section as Section 8D. Requires, rather than authorizes, each plumbing inspector to enforce this Act. Provides that this section does not require a municipality to deploy inspectors to enforce this Act other than to require a municipality to issue permits only to master plumbers.
- SECTION 9. Amends Sections 8C(a) and (c), Article 6243-101, V.T.C.S., to authorize a person who holds a medical gas endorsement to inspect medical gas piping installations. Provides that an endorsement under this section is valid for three years and may be renewed as provided by board rule, rather than on or before February 1, or as provided by Section 12A of this Act, in the same manner as a license renewal under Section 12 of this Act.
- SECTION 10. Amends Sections 9(a), (c), (d), and (e), Article 6243-101, V.T.C.S., to require the board to revoke or suspend a license or endorsement, probate a license or endorsement suspension, or reprimand a licensee or registrant for any violation of this Act or rules of the board. Authorizes any person whose license or endorsement has been revoked to apply to the board for a new license or endorsement after the expiration of one year from the date of such revocation. Provides that if the board proposes to refuse a person's application for a license or endorsement, rather than licensure, or to suspend or revoke a person's license or endorsement, the person is entitled to a hearing before the board. Makes conforming and nonsubstantive changes.
- SECTION 11. Amends Section 12, Article 6243-101, V.T.C.S., to delete a provision requiring the board to forward to a certain authority the names and addresses of all persons in such towns to whom such licenses have been granted. Requires a license to be issued for one year and may be renewed annually, rather than on or before February 1st or as provided by Section 12A of this Act, upon payment of the required fee. Authorizes the board to adopt rules under which licenses or endorsements expire on various dates throughout the year. Authorizes a person to pay a renewal fee to the board under certain conditions and a fee for an endorsement, that is one-half of the registration fee, among other conditions. Requires the licensee to notify the board of any change of the person's name or address not later than the 30th day after the date of the change. Makes conforming and nonsubstantive changes.
- SECTION 12. Amends Sections 12B(a) and (d), Article 6243-101, V.T.C.S., to provide that a person holding a license or endorsement under this Act, rather than a person who lives in a county having no city with a population in excess of 100,000, to fulfill the continuing professional education requirement of this section through a correspondence course as provided by board rule.
- SECTION 13. Amends Section 14(a), Article 6243-101, V.T.C.S., to provide that it is unlawful for any person, firm, or corporation to engage in or work at the business of installing plumbing and doing plumbing work unless such installation of plumbing or plumbing work is done under the active supervision and control of a plumber licensed under this Act.
- SECTION 14. Amends Section 15, Article 6243-101, V.T.C.S., by adding Subsections (d), (e), and (f), as follows:
  - (d) Prohibits a person holding a master plumber's license from acting as a master plumber unless the master plumber has submitted to the board a certificate of insurance that meets the requirement of Subsection (c) of this section.
  - (e) Provides that a municipal utility district having certain boundaries is the controlling jurisdiction and the only entity that may perform required plumbing inspections in an area located in both the municipal utility district and the municipality. Authorizes a municipality to perform its own inspections under certain conditions.

(f) Authorizes a municipal utility district or municipality performing a plumbing inspection in an area in which the boundaries of those entities overlap to collect only an inspection permit fee under certain conditions.

SECTION 15. Repealer: Section 12A, Article 6243-101, V.T.C.S. (Expiration Date of Licenses; Proration of Fees).

SECTION 16. (a) Effective date: September 1, 1997, except as otherwise provided by this section.

- (b) Requires the Texas State Board of Plumbing Examiners to adopt rules under Sections 5(d) and 12B, Article 6243-101, V.T.C.S., not later than February 1, 1998.
- (c) Provides that a person performing plumbing service who must obtain a license because of the changes made by this Act to Section 3, Article 6243-101, V.T.C.S., is not required to obtain a master or journeyman plumber license to perform those functions until February 1, 1998.
- (d) Provides that a master plumber who holds a license on the effective date of this Act is not required to obtain a certificate of insurance under Section15(d), Article 6243-101, V.T.C.S., as added by this Act, until February 1, 1998.

SECTION 17. Emergency clause.

#### **SUMMARY OF COMMITTEE CHANGES**

#### SECTION 1.

Deletes proposed Section 2(4), Article 6243-101, V.T.C.S.

#### SECTION 2.

Amends Section 3, Article 6243-101, V.T.C.S., to require plumbing work done on a single family residential property not connected to a public water system and located outside the municipal limits of an organized city, town, or village in this state to be permitted without a license. Includes certain provisions to a list of acts, works, or conduct requires to be expressly permitted without a license which were originally deleted in the proposed version.

#### **SECTION 4.**

Amends Section 4(a), Article 6243-101, V.T.C.S., to require one member of the Texas State Board of Plumbing Examiners (board) to be a licensed professional, rather than sanitary, engineer knowledgeable in the practice of plumbing engineering and design among other conditions.

#### SECTION 5.

Amends Sections 5(a) and (d), Article 6243-101, V.T.C.S., to authorize the board to require apprentices to register with the board. Requires the board to recognize, prepare, or implement continuing education programs for licensees and endorsees, rather than for licensees, endorsees, and plumber's apprentices.

### SECTION 6.

Amends Section 8, Article 6243-101, V.T.C.S., to delete the proposed new heading for Section 8. Deletes proposed Section 8(e) and redesignates proposed Subsection (f) as new Subsection (e).

SECTION 8.

Amends Section 8A(e), Article 6243-101, V.T.C.S., to provide that this section does not require a municipality to deploy inspectors to enforce this Act other than to require a municipality to issue permits only to master plumbers.

#### SECTION 9.

Amends Section 8C(a), Article 6243-101, V.T.C.S., to delete provisions requiring the board to issue a medical gas piping endorsement to a plumbing inspector who meets the requirements for an endorsement under this section and authorizing certain plumbing inspectors to inspect medical gas installations. Adds a provision authorizing a person who holds a medical gas endorsement to inspect medical gas piping installations.

#### SECTION 10.

Amends Sections 9(a), (c), (d), and (e), Article 6243-101, V.T.C.S., to delete a certificate of registration from all of the provisions for a license or endorsement under this section.

#### SECTION 11.

Amends Section 12, Article 6243-101, V.T.C.S., to make conforming and nonsubstantive changes.

#### SECTION 12.

Amends Sections 12B(a) and (d), Article 6243-101, V.T.C.S., to make conforming and nonsubstantive changes.

#### SECTION 13.

Amends Section 14(a), Article 6243-101, V.T.C.S., to delete a plumber's apprentice from the list of persons who shall not engage in, work at, or conduct the business of plumbing under certain circumstances. Provides that it is unlawful for a person to engage in or work at the business of plumbing unless such installation or plumbing or plumbing work is done under the active, rather than direct, supervision and control of a plumber licensed under this Act.

## SECTION 14.

Amends Section 15, Article 6243-101, V.T.C.S., to delete proposed Subsection (e) and (f) and adds new Subsections (e) and (f), to authorize a municipal utility district having certain boundaries to perform required plumbing inspections in an area located in both the municipal utility district and the municipality. Authorizes a municipality to perform its own inspections under certain conditions. Authorizes a municipal utility district or municipality performing a plumbing inspection in an area in which the boundaries of those entities overlap to collect an inspection permit fee under certain conditions.

## SECTION 16.

Deletes proposed Subsections (b) and (e) and renumbers proposed Subsections (c), (d), and (f) as new Subsections (b), (c), and (d).

#### **BILL ANALYSIS**

LICENSING & ADMINISTRATIVE PROCEDURES

C.S.S.B. 805

By: Brown (Lewis, Ron)

4-28-97

Committee Report (Substituted)

### **BACKGROUND**

The Plumbing License Law (Article 6243-101, V.T.C.S.) has been amended numerous times, and State Board of Plumbing Examiners rules have further changed the regulatory climate under which plumbing is performed in the state. In addition, changes in technology have altered the nature and regulation of plumbing and related practices. Revisions in the law are needed to provide for stronger consumer protection and a less cumbersome regulatory climate and to ensure that all parts of the law are complementary.

### **PURPOSE**

C.S.S.B. 805, as proposed, makes two substantive revisions in the Plumbing License Law and numerous changes that are minor or technical in nature. The bill would expand the number of consumers protected by the law, and abolish duplicative permitting requirements in areas that are governed by standards established by municipalities and municipal utility districts. The bill also permits the Board to adopt a rule requiring apprentices to register with the state. In addition, the bill makes a number of revisions that clarify the law and better reflect current plumbing practices.

#### **RULEMAKING AUTHORITY**

It is the committee's opinion that this bill does grant additional rulemaking authority to the State Board of Plumbing Examiners by:

- 1) permitting the Board to adopt a rule permitting apprentices to register with the Board in SECTION 5;
- 2) requiring the Board to adopt rules to implement the retired status license in SECTION 6;
- 3) permitting the Board to set times for endorsement renewals in SECTION 8; and
- 4) permitting the Board to set times for license and endorsement renewals in SECTION 10

#### **SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Section 2, Plumbing License Law, by amending Subdivisions (1), (2), and (5) as follows:

Expands the definition of "plumbing" to include medical gas and vacuum piping work to reflect current practices.

Refines the definition of "master plumber."

- (5) Specifies that plumbing inspectors inspect for compliance with plumbing and gas codes.
- SECTION 2. Amends Section 3, Plumbing License Law, by eliminating the exemption provision for areas outside municipalities of 5,000 or less population and the exemption for work done in unincorporated areas on a public water system and by making several technical changes to the existing statute.

- SECTION 3. Amends Section 3A(a), Plumbing License Law, by eliminating a reference to a Subsection that has been repealed.
- SECTION 4. Amends Section 4(a), Plumbing License Law, by substituting the requirement that one Board position be filled by a sanitary engineer, which is not defined by law, with a requirement that one Board position be filled by a professional engineer, which is defined by law and which has been the established practice.
- SECTION 5. Amends Section 5(a) and (d), Plumbing License Law, as follows:
  - (a) Permits the Board to adopt a rule to require apprentices to register with the Board.
- (d) Makes the Board's involvement in continuing education mandatory and changes the wording to reflect that current license holders have license endorsements.
- SECTION 6. Amends Section 8, Plumbing License Law, by changing the heading to reflect that, under this legislation, apprentices must register with the Board and by adding Subsections (e) and (f) as follows:

Spells out the procedure for apprentices to register with the Board. Creates a new category of licensing for retired plumbers.

- SECTION 7. Amends Section 8A(e), Plumbing License Law, to clarify that consumer protection measures that require a license holder to contain the name and information about the Board apply only contracts relating to plumbing.
- SECTION 8. Amends Section 8C(a) and (c), Plumbing License Law, as follows:
- (a) Expands the persons eligible to receive a medical gas endorsement to include plumbing inspectors.

Provides flexibility for the Board to renew endorsements by rule.

- SECTION 9. Amends Sections 9(a), (c), (d), and (e), Plumbing License Law, by changing the wording to reflect that current license holders have license endorsements.
- SECTION 10. Amends Section 12, Plumbing License Law, by changing the wording to reflect that current license holders have license endorsements and by providing the Board flexibility to periodically renew licenses, endorsements and registrations by rule. This Section also requires a license holder or registrant to notify the Board of a change name or address within one month of the change.
- SECTION 11. Amends Sections 12B(a) and (d), Plumbing License law, as follows:
  - (a) Changes the wording to reflect that current license holders have license endorsements.
- (d) Changes the wording to reflect that current license holders have license endorsements. This Subsection also gives the Board greater flexibility in establishing rules for correspondence course for continuing education.
- SECTION 12. Amends Section 14(a), Plumbing License Law, by changing the wording to reflect that current license holders have license endorsements. This Section also clarifies that apprentices must work under the active supervision of a license holder.

SECTION 13. Amends Section 15, Plumbing License Law, by adding Subsections (d), (e), and (f) as follows:

Requires that master plumbers submit proof of insurance to the Board.

Eliminates dual inspections in areas that are within a municipality and a municipal utility district. This Subsection delegates the inspection authority to the MUD or to the jurisdiction with the strictest inspection standards.

Prohibits a municipality or municipal utility district from collecting an inspection fee unless the jurisdiction is entitled to perform an inspection as outlined in the previous Subsection.

SECTION 14. Repeals Section 12A dealing with renewal schedules addressed in SECTON 9 of this legislation.

SECTION 15. Effective date and transition language.

SECTION 16. Emergency clause.

## SUMMARY OF COMMITTEE CHANGES

The House Committee Substitute makes three changes from the Senate engrossed bill.

First, the Senate bill refined the rural exemption found in SECTION 2 by creating a 1,000 municipal population limit under which cities would be exempt for the Plumbing License Law. The House Committee Substitute abolished the 1,000 municipal population exemption language.

Second, the Senate bill contained a SECTION 8 which required municipalities to enforce the Plumbing License Law and spelled out the method by which cities would handle the enforcement. The House Committee Substitute eliminated this SECTION.

Finally, the Senate bill in SECTION 9 stated that "a person" who holds a medical gas endorsement could inspect medical gas piping work. The House Committee Substitute states that "an inspector" who holds a medical gas endorsement could inspect medical gas piping work.

S.B. No. 80	35 By Brans
AN ACT:	A BILL TO BE ENTITLED
relating to t	the regulation of the practice of plumbing.
FEB 2 6 1997	Filed with the Secretary of the Senate
MAR 4 1997	Read and referred to Committee onSTATE AFFAIRS
APR 2 1997	Reported adversely, with favorable Committee Substitute; Committee Substitute read first time.  Ordered not printed
APR 1 8 1997	Laid before the Senate  Senate and Constitutional Rules to permit consideration suspended by:
APR 1 8 1997	Read second time,, and ordered engrossed by: \begin{array}{c} \text{unanimous consent a viva voce well } \\ \text{useas, nays} \end{array}
APR 1 8 1997	Senate and Constitutional 3 Day Rule suspended by a vote of
APR 1 8 1997	Read third time,, and passed by: A viva voce vote
OTHER ACTION:	Engrossed MAY 2 6 1997
APR 1.8 moz	MAY O C 4000
april 21, 1997	POINT OF OPDER OLDER
Engrossing Clerk	Hatsy Sgaw
APR 2 1 1997  APR 2 2 1997	Received from the Senate  Read first time and referred to Committee on Licensing & Administrative Fraces.
Apr. 28, 1997	Reportedfavorably (as amended) (as substituted)
MAN TO 1934	Sent to Committee on (Calendars) (Local & Consent Calendars)  Read second time (comm. subst.) (amended); passed to third reading (failed) by a (non-record vote)  record vote of present, not voting)
	(record vote of yeas, nays, present, not voting)  Constitutional rule requiring bills to be read on three several days suspended (failed to suspend) by a vote of yeas, nays, present, not voting.
	Read third time (amended); finally passed (failed to pass) by a (non-record vote) (record vote of yeas, nays, present, not voting)
	Returned to Senate.
	Returned from House without amendment.  CHIEF CLERK OF THE HOUSE
	Returned from House with amendments.
	Concurred in House amendments by a viva voce vote yeas, nays.

	Refused to concur in House amendments and requested the appointment of to adjust the differences.	a Conference Committee
	Senate conferees instructed.	
	Senate conferees appointed:, Chairman;	
	, and	
	House granted Senate request. House conferees appointed:	, Chairman
	Conference Committee Report read and filed with the Secretary of the Sena	
	Conference Committee Report adopted on the part of the House by:	
	a viva voce vote	
OTHER AC	ACTION:	
	Recommitted to Conference Committee	
	Conferees discharged.	
	Conference Committee Report failed of adoption by:	
	a viva voce vote	

57 M.Y. - S. T. 17:15